



LIFE AND ACCIDENT AND HEALTH COMPANIES - ASSOCIATION EDITION

ANNUAL STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2018
OF THE CONDITION AND AFFAIRS OF THE
UNUM INSURANCE COMPANY

NAIC Group Code 0565 0565 NAIC Company Code 67601 Employer's ID Number 04-2381280
(Current) (Prior)

Organized under the Laws of MAINE, State of Domicile or Port of Entry ME

Country of Domicile United States of America

Incorporated/Organized 08/06/1965 Commenced Business 02/18/1966

Statutory Home Office 2211 CONGRESS STREET PORTLAND, ME, US 04122
(Street and Number) (City or Town, State, Country and Zip Code)

Main Administrative Office 1 FOUNTAIN SQUARE
(Street and Number)
CHATTANOOGA, TN, US 37402-1330 423-294-1011
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Mail Address 1 FOUNTAIN SQUARE CHATTANOOGA, TN, US 37402-1330
(Street and Number or P.O. Box) (City or Town, State, Country and Zip Code)

Primary Location of Books and Records 2211 CONGRESS STREET
(Street and Number)
PORTLAND, ME, US 04122 207-575-2211
(City or Town, State, Country and Zip Code) (Area Code) (Telephone Number)

Internet Website Address www.unum.com

Statutory Statement Contact JONATHAN SANFORD 423-294-1882
(Name) (Area Code) (Telephone Number)
jsanford@unum.com 423-287-8597
(E-mail Address) (FAX Number)

OFFICERS




Chairman, President and Chief Executive Officer	<u>MICHAEL QUINN SIMONDS</u>	Executive Vice President, Chief Information and Digital Officer	<u>PUNEET BHASIN #</u>
Executive Vice President, Finance	<u>JOHN FRANCIS MCGARRY</u>	Executive Vice President, General Counsel	<u>LISA GONZALEZ IGLESIAS</u>
Senior Vice President, Chief Financial Officer	<u>STEPHEN JOSEPH MITCHELL</u>	Senior Vice President, Chief Actuary and Appointed Actuary	<u>MARYLOU RYAN MURPHY</u>
Senior Vice President, Chief Accounting Officer	<u>DANIEL JASON WAXENBERG</u>	Senior Vice President, Tax and Treasury	<u>CHERIE ANTOINETTE PASHLEY</u>
Vice President, Treasurer	<u>BENJAMIN SETH KATZ #</u>	Vice President, Managing Counsel and Corporate Secretary	<u>JEAN PAUL JULLIENNE</u>

DIRECTORS OR TRUSTEES

<u>LISA GONZALEZ IGLESIAS</u>	<u>STEVEN ANDREW ZABEL</u>	<u>PUNEET BHASIN #</u>
<u>STEPHEN JOSEPH MITCHELL</u>	<u>CHERIE ANTOINETTE PASHLEY #</u>	<u>MICHAEL QUINN SIMONDS</u>
	<u>JOHN FRANCIS MCGARRY</u>	

State of Tennessee SS:
County of Hamilton

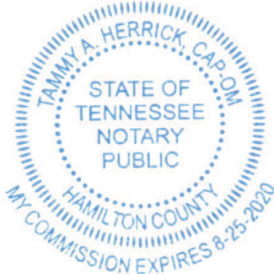
The officers of this reporting entity being duly sworn, each depose and say that they are the described officers of said reporting entity, and that on the reporting period stated above, all of the herein described assets were the absolute property of the said reporting entity, free and clear from any liens or claims thereon, except as herein stated, and that this statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to, is a full and true statement of all the assets and liabilities and of the condition and affairs of the said reporting entity as of the reporting period stated above, and of its income and deductions therefrom for the period ended, and have been completed in accordance with the NAIC Annual Statement Instructions and Accounting Practices and Procedures manual except to the extent that: (1) state law may differ; or, (2) that state rules or regulations require differences in reporting not related to accounting practices and procedures, according to the best of their information, knowledge and belief, respectively. Furthermore, the scope of this attestation by the described officers also includes the related corresponding electronic filing with the NAIC, when required, that is an exact copy (except for formatting differences due to electronic filing) of the enclosed statement. The electronic filing may be requested by various regulators in lieu of or in addition to the enclosed statement.

		
MICHAEL QUINN SIMONDS Chairman, President and Chief Executive Officer	JEAN PAUL JULLIENNE Vice President, Managing Counsel and Corporate Secretary	BENJAMIN SETH KATZ Vice President, Treasurer

Subscribed and sworn to before me this 19 day of February, 2019


Tammy Herrick
My Commission Expires: August 25, 2020

- a. Is this an original filing? Yes [☒] No [☐]
b. If no,
1. State the amendment number
2. Date filed
3. Number of pages attached



ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

ASSETS

	Current Year			Prior Year
	1	2	3	4
	Assets	Nonadmitted Assets	Net Admitted Assets (Cols. 1 - 2)	Net Admitted Assets
1. Bonds (Schedule D)	56,595,226		56,595,226	53,143,913
2. Stocks (Schedule D):				
2.1 Preferred stocks				
2.2 Common stocks				
3. Mortgage loans on real estate (Schedule B):				
3.1 First liens				
3.2 Other than first liens.....				
4. Real estate (Schedule A):				
4.1 Properties occupied by the company (less \$ encumbrances)				
4.2 Properties held for the production of income (less \$ encumbrances)				
4.3 Properties held for sale (less \$ encumbrances)				
5. Cash (\$130,092 , Schedule E - Part 1), cash equivalents (\$0 , Schedule E - Part 2) and short-term investments (\$0 , Schedule DA)	130,092		130,092	1,899,713
6. Contract loans (including \$ premium notes)				
7. Derivatives (Schedule DB)				
8. Other invested assets (Schedule BA)	1,407,275		1,407,275	1,410,501
9. Receivables for securities				
10. Securities lending reinvested collateral assets (Schedule DL)				
11. Aggregate write-ins for invested assets				
12. Subtotals, cash and invested assets (Lines 1 to 11)	58,132,593		58,132,593	56,454,127
13. Title plants less \$ charged off (for Title insurers only)				
14. Investment income due and accrued	446,294		446,294	396,593
15. Premiums and considerations:				
15.1 Uncollected premiums and agents' balances in the course of collection.....	704,462		704,462	0
15.2 Deferred premiums and agents' balances and installments booked but deferred and not yet due (including \$ earned but unbilled premiums)				
15.3 Accrued retrospective premiums (\$) and contracts subject to redetermination (\$)				
16. Reinsurance:				
16.1 Amounts recoverable from reinsurers				
16.2 Funds held by or deposited with reinsured companies				
16.3 Other amounts receivable under reinsurance contracts	137,922	10,317	127,605	115,451
17. Amounts receivable relating to uninsured plans				
18.1 Current federal and foreign income tax recoverable and interest thereon	52,331		52,331	0
18.2 Net deferred tax asset	566,313	220,153	346,160	375,512
19. Guaranty funds receivable or on deposit	27,487		27,487	37,351
20. Electronic data processing equipment and software				
21. Furniture and equipment, including health care delivery assets (\$)				
22. Net adjustment in assets and liabilities due to foreign exchange rates				
23. Receivables from parent, subsidiaries and affiliates	902,316		902,316	100,175
24. Health care (\$) and other amounts receivable				
25. Aggregate write-ins for other than invested assets	159,230		159,230	42,886
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	61,128,949	230,470	60,898,479	57,522,094
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts	1,901,281		1,901,281	2,481,905
28. Total (Lines 26 and 27)	63,030,230	230,470	62,799,760	60,003,999
DETAILS OF WRITE-INS				
1101.				
1102.				
1103.				
1198. Summary of remaining write-ins for Line 11 from overflow page				
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)				
2501. Receivable for investment income	3,670		3,670	4,420
2502. TPA receivables	152,413		152,413	293
2503. Other tax receivables	3,148		3,148	38,174
2598. Summary of remaining write-ins for Line 25 from overflow page				
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	159,230		159,230	42,886

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

LIABILITIES, SURPLUS AND OTHER FUNDS

	1	2
	Current Year	Prior Year
1. Aggregate reserve for life contracts \$ (Exh. 5, Line 9999999) less \$ included in Line 6.3 (including \$ Modco Reserve)		
2. Aggregate reserve for accident and health contracts (including \$ Modco Reserve)		
3. Liability for deposit-type contracts (Exhibit 7, Line 14, Col. 1) (including \$ Modco Reserve)	5,286,495	5,971,554
4. Contract claims:		
4.1 Life (Exhibit 8, Part 1, Line 4.4, Col. 1 less sum of Cols. 9, 10 and 11)		
4.2 Accident and health (Exhibit 8, Part 1, Line 4.4, sum of Cols. 9, 10 and 11)	1,027,382	0
5. Policyholders' dividends \$ and coupons \$ due and unpaid (Exhibit 4, Line 10)		
6. Provision for policyholders' dividends and coupons payable in following calendar year - estimated amounts:		
6.1 Dividends apportioned for payment (including \$ Modco)		
6.2 Dividends not yet apportioned (including \$ Modco)		
6.3 Coupons and similar benefits (including \$ Modco)		
7. Amount provisionally held for deferred dividend policies not included in Line 6		
8. Premiums and annuity considerations for life and accident and health contracts received in advance less \$ discount; including \$ accident and health premiums (Exhibit 1, Part 1, Col. 1, sum of lines 4 and 14)		
9. Contract liabilities not included elsewhere:		
9.1 Surrender values on canceled contracts		
9.2 Provision for experience rating refunds, including the liability of \$ accident and health experience rating refunds of which \$ is for medical loss ratio rebate per the Public Health Service Act		
9.3 Other amounts payable on reinsurance, including \$ 264,112 assumed and \$ ceded	264,112	253,815
9.4 Interest maintenance reserve (IMR, Line 6)	3,642,483	3,915,333
10. Commissions to agents due or accrued-life and annuity contracts \$ 65,113 accident and health \$ 117,129 and deposit-type contract funds \$	182,242	60,253
11. Commissions and expense allowances payable on reinsurance assumed		
12. General expenses due or accrued (Exhibit 2, Line 12, Col. 6)		
13. Transfers to Separate Accounts due or accrued (net) (including \$ accrued for expense allowances recognized in reserves, net of reinsured allowances)		
14. Taxes, licenses and fees due or accrued, excluding federal income taxes (Exhibit 3, Line 9, Col. 5)	69,843	10,276
15.1 Current federal and foreign income taxes, including \$ on realized capital gains (losses)	0	12,753
15.2 Net deferred tax liability		
16. Unearned investment income		
17. Amounts withheld or retained by company as agent or trustee		
18. Amounts held for agents' account, including \$ agents' credit balances		
19. Remittances and items not allocated	365,194	552
20. Net adjustment in assets and liabilities due to foreign exchange rates		
21. Liability for benefits for employees and agents if not included above		
22. Borrowed money \$ 1,000,000 and interest thereon \$ 1,480	1,001,480	0
23. Dividends to stockholders declared and unpaid		
24. Miscellaneous liabilities:		
24.01 Asset valuation reserve (AVR, Line 16, Col. 7)	500,965	509,924
24.02 Reinsurance in unauthorized and certified (\$) companies	76,708	77,118
24.03 Funds held under reinsurance treaties with unauthorized and certified (\$) reinsurers		
24.04 Payable to parent, subsidiaries and affiliates		
24.05 Drafts outstanding		
24.06 Liability for amounts held under uninsured plans		
24.07 Funds held under coinsurance		
24.08 Derivatives		
24.09 Payable for securities		
24.10 Payable for securities lending		
24.11 Capital notes \$ and interest thereon \$		
25. Aggregate write-ins for liabilities	1,564,818	617,954
26. Total liabilities excluding Separate Accounts business (Lines 1 to 25)	13,981,721	11,429,532
27. From Separate Accounts Statement	1,901,281	2,481,905
28. Total liabilities (Lines 26 and 27)	15,883,001	13,911,437
29. Common capital stock	2,500,000	2,500,000
30. Preferred capital stock		
31. Aggregate write-ins for other than special surplus funds	445,001	803,900
32. Surplus notes		
33. Gross paid in and contributed surplus (Page 3, Line 33, Col. 2 plus Page 4, Line 51.1, Col. 1)	48,800,000	48,800,000
34. Aggregate write-ins for special surplus funds		
35. Unassigned funds (surplus)	(4,828,242)	(6,011,339)
36. Less treasury stock, at cost:		
36.1 shares common (value included in Line 29 \$)		
36.2 shares preferred (value included in Line 30 \$)		
37. Surplus (Total Lines 31+32+33+34+35-36) (including \$ in Separate Accounts Statement)	44,416,759	43,592,562
38. Totals of Lines 29, 30 and 37 (Page 4, Line 55)	46,916,759	46,092,562
39. Totals of Lines 28 and 38 (Page 2, Line 28, Col. 3)	62,799,760	60,003,999
DETAILS OF WRITE-INS		
2501. Other amounts payable to reinsurers	1,564,318	617,954
2502. Missing claimant's liability	500	0
2503.		
2598. Summary of remaining write-ins for Line 25 from overflow page		
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)	1,564,818	617,954
3101. Deferred gain on reinsurance transactions	445,001	803,900
3102.		
3103.		
3198. Summary of remaining write-ins for Line 31 from overflow page		
3199. Totals (Lines 3101 thru 3103 plus 3198)(Line 31 above)	445,001	803,900
3401.		
3402.		
3403.		
3498. Summary of remaining write-ins for Line 34 from overflow page		
3499. Totals (Lines 3401 thru 3403 plus 3498)(Line 34 above)		

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

SUMMARY OF OPERATIONS

	1 Current Year	2 Prior Year
1. Premiums and annuity considerations for life and accident and health contracts (Exhibit 1, Part 1, Line 20.4, Col. 1, less Col. 11)	4,791,895	0
2. Considerations for supplementary contracts with life contingencies		
3. Net investment income (Exhibit of Net Investment Income, Line 17)	2,130,235	2,114,668
4. Amortization of Interest Maintenance Reserve (IMR, Line 5)	272,850	291,797
5. Separate Accounts net gain from operations excluding unrealized gains or losses		
6. Commissions and expense allowances on reinsurance ceded (Exhibit 1, Part 2, Line 26.1, Col. 1)	1,116,536	1,139,860
7. Reserve adjustments on reinsurance ceded		
8. Miscellaneous Income:		
8.1 Income from fees associated with investment management, administration and contract guarantees from Separate Accounts	34,320	34,770
8.2 Charges and fees for deposit-type contracts		
8.3 Aggregate write-ins for miscellaneous income	20,504	0
9. Total (Lines 1 to 8.3)	8,366,341	3,581,095
10. Death benefits		
11. Matured endowments (excluding guaranteed annual pure endowments)		
12. Annuity benefits (Exhibit 8, Part 2, Line 6.4, Cols. 4 + 8)		
13. Disability benefits and benefits under accident and health contracts	2,395,807	0
14. Coupons, guaranteed annual pure endowments and similar benefits		
15. Surrender benefits and withdrawals for life contracts		
16. Group conversions		
17. Interest and adjustments on contract or deposit-type contract funds	259,808	294,969
18. Payments on supplementary contracts with life contingencies		
19. Increase in aggregate reserves for life and accident and health contracts		
20. Totals (Lines 10 to 19)	2,655,615	294,969
21. Commissions on premiums, annuity considerations, and deposit-type contract funds (direct business only) (Exhibit 1, Part 2, Line 31, Col. 1)	1,518,279	763,341
22. Commissions and expense allowances on reinsurance assumed (Exhibit 1, Part 2, Line 26.2, Col. 1)		
23. General insurance expenses (Exhibit 2, Line 10, Cols. 1, 2, 3 and 4)	2,345,954	7,307
24. Insurance taxes, licenses and fees, excluding federal income taxes (Exhibit 3, Line 7, Cols. 1 + 2 + 3)	464,399	164,096
25. Increase in loading on deferred and uncollected premiums		
26. Net transfers to or (from) Separate Accounts net of reinsurance		
27. Aggregate write-ins for deductions	8,223	8,094
28. Totals (Lines 20 to 27)	6,992,470	1,237,806
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	1,373,871	2,343,289
30. Dividends to policyholders		
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	1,373,871	2,343,289
32. Federal and foreign income taxes incurred (excluding tax on capital gains)	161,931	475,351
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	1,211,940	1,867,938
34. Net realized capital gains (losses) (excluding gains (losses) transferred to the IMR) less capital gains tax of \$9,324 (excluding taxes of \$0 transferred to the IMR)	4,682	(12,231)
35. Net income (Line 33 plus Line 34)	1,216,622	1,855,707
CAPITAL AND SURPLUS ACCOUNT		
36. Capital and surplus, December 31, prior year (Page 3, Line 38, Col. 2)	46,092,562	44,998,748
37. Net income (Line 35)	1,216,622	1,855,707
38. Change in net unrealized capital gains (losses) less capital gains tax of \$(677)	(2,549)	4,278
39. Change in net unrealized foreign exchange capital gain (loss)		
40. Change in net deferred income tax	31,646	(458,173)
41. Change in nonadmitted assets	(71,992)	135,119
42. Change in liability for reinsurance in unauthorized and certified companies	410	(2,590)
43. Change in reserve on account of change in valuation basis, (increase) or decrease		
44. Change in asset valuation reserve	8,959	(41,024)
45. Change in treasury stock (Page 3, Lines 36.1 and 36.2, Col. 2 minus Col. 1)		
46. Surplus (contributed to) withdrawn from Separate Accounts during period		
47. Other changes in surplus in Separate Accounts Statement		
48. Change in surplus notes		
49. Cumulative effect of changes in accounting principles		
50. Capital changes:		
50.1 Paid in		
50.2 Transferred from surplus (Stock Dividend)		
50.3 Transferred to surplus		
51. Surplus adjustment:		
51.1 Paid in		
51.2 Transferred to capital (Stock Dividend)		
51.3 Transferred from capital		
51.4 Change in surplus as a result of reinsurance	(358,899)	(399,504)
52. Dividends to stockholders		
53. Aggregate write-ins for gains and losses in surplus		
54. Net change in capital and surplus for the year (Lines 37 through 53)	824,197	1,093,813
55. Capital and surplus, December 31, current year (Lines 36 + 54) (Page 3, Line 38)	46,916,758	46,092,562
DETAILS OF WRITE-INS		
08.301. Miscellaneous income	20,504	0
08.302.		
08.303.		
08.398. Summary of remaining write-ins for Line 8.3 from overflow page		
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398)(Line 8.3 above)	20,504	0
2701. Miscellaneous expenses	8,178	8,049
2702. Fines and penalties paid to regulatory authorities	45	45
2703.		
2798. Summary of remaining write-ins for Line 27 from overflow page		
2799. Totals (Lines 2701 thru 2703 plus 2798)(Line 27 above)	8,223	8,094
5301.		
5302.		
5303.		
5398. Summary of remaining write-ins for Line 53 from overflow page		
5399. Totals (Lines 5301 thru 5303 plus 5398)(Line 53 above)		

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

CASH FLOW

	1	2
	Current Year	Prior Year
Cash from Operations		
1. Premiums collected net of reinsurance	4,087,433	0
2. Net investment income	2,061,804	2,043,936
3. Miscellaneous income	781,812	780,344
4. Total (Lines 1 through 3)	6,931,048	2,824,280
5. Benefit and loss related payments	1,358,192	(14,418)
6. Net transfers to Separate Accounts, Segregated Accounts and Protected Cell Accounts		
7. Commissions, expenses paid and aggregate write-ins for deductions	3,721,091	935,471
8. Dividends paid to policyholders		
9. Federal and foreign income taxes paid (recovered) net of \$3,145 tax on capital gains (losses)	236,339	454,631
10. Total (Lines 5 through 9)	5,315,622	1,375,684
11. Net cash from operations (Line 4 minus Line 10)	1,615,426	1,448,595
Cash from Investments		
12. Proceeds from investments sold, matured or repaid:		
12.1 Bonds	5,451,966	4,060,202
12.2 Stocks		
12.3 Mortgage loans		
12.4 Real estate		
12.5 Other invested assets		
12.6 Net gains or (losses) on cash, cash equivalents and short-term investments		
12.7 Miscellaneous proceeds	14,006	0
12.8 Total investment proceeds (Lines 12.1 to 12.7)	5,465,972	4,060,202
13. Cost of investments acquired (long-term only):		
13.1 Bonds	8,882,319	6,213,042
13.2 Stocks		
13.3 Mortgage loans		
13.4 Real estate		
13.5 Other invested assets		
13.6 Miscellaneous applications		
13.7 Total investments acquired (Lines 13.1 to 13.6)	8,882,319	6,213,042
14. Net increase (decrease) in contract loans and premium notes		
15. Net cash from investments (Line 12.8 minus Line 13.7 minus Line 14)	(3,416,347)	(2,152,840)
Cash from Financing and Miscellaneous Sources		
16. Cash provided (applied):		
16.1 Surplus notes, capital notes		
16.2 Capital and paid in surplus, less treasury stock		
16.3 Borrowed funds	1,000,000	(1,000,000)
16.4 Net deposits on deposit-type contracts and other insurance liabilities	(944,803)	(164,645)
16.5 Dividends to stockholders		
16.6 Other cash provided (applied)	(23,897)	647,031
17. Net cash from financing and miscellaneous sources (Lines 16.1 to 16.4 minus Line 16.5 plus Line 16.6)	31,300	(517,614)
RECONCILIATION OF CASH, CASH EQUIVALENTS AND SHORT-TERM INVESTMENTS		
18. Net change in cash, cash equivalents and short-term investments (Line 11, plus Lines 15 and 17)	(1,769,620)	(1,221,858)
19. Cash, cash equivalents and short-term investments:		
19.1 Beginning of year	1,899,713	3,121,571
19.2 End of year (Line 18 plus Line 19.1)	130,092	1,899,713

Note: Supplemental disclosures of cash flow information for non-cash transactions:

--	--	--

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

ANALYSIS OF OPERATIONS BY LINES OF BUSINESS

	1	2	Ordinary			6	Group		Accident and Health			12
			3	4	5		7	8	9	10	11	
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance (a)	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
1. Premiums and annuity considerations for life and accident and health contracts	4,791,895								4,791,895			
2. Considerations for supplementary contracts with life contingencies												
3. Net investment income	2,130,235			452,714	4,307			1,673,215				
4. Amortization of Interest Maintenance Reserve (IMR)	272,850			57,986	552			214,313				
5. Separate Accounts net gain from operations excluding unrealized gains or losses												
6. Commissions and expense allowances on reinsurance ceded	1,116,536		386,266	727,146				3,124				
7. Reserve adjustments on reinsurance ceded												
8. Miscellaneous Income:												
8.1 Fees associated with income from investment management, administration and contract guarantees from Separate Accounts	34,320			34,320								
8.2 Charges and fees for deposit-type contracts												
8.3 Aggregate write-ins for miscellaneous income	20,504			297					20,207			
9. Totals (Lines 1 to 8.3)	8,366,341		386,266	1,272,463	4,859			1,890,651	4,812,102			
10. Death benefits												
11. Matured endowments (excluding guaranteed annual pure endowments)												
12. Annuity benefits												
13. Disability benefits and benefits under accident and health contracts	2,395,807								2,395,807			
14. Coupons, guaranteed annual pure endowments and similar benefits												
15. Surrender benefits and withdrawals for life contracts												
16. Group conversions												
17. Interest and adjustments on contract or deposit-type contract funds	259,808			56,872	28			202,843	64			
18. Payments on supplementary contracts with life contingencies												
19. Increase in aggregate reserves for life and accident and health contracts												
20. Totals (Lines 10 to 19)	2,655,615			56,872	28			202,843	2,395,871			
21. Commissions on premiums, annuity considerations and deposit-type contract funds (direct business only)	1,518,279		27,367	750,026				3,124	737,762			
22. Commissions and expense allowances on reinsurance assumed												
23. General insurance expenses	2,345,954								2,345,954			
24. Insurance taxes, licenses and fees, excluding federal income taxes	464,399		85,478	151,416				589	226,915			
25. Increase in loading on deferred and uncollected premiums												
26. Net transfers to or (from) Separate Accounts net of reinsurance												
27. Aggregate write-ins for deductions	8,223		11	8,212								
28. Totals (Lines 20 to 27)	6,992,470		112,857	966,526	28			206,556	5,706,502			
29. Net gain from operations before dividends to policyholders and federal income taxes (Line 9 minus Line 28)	1,373,871		273,409	305,937	4,830			1,684,095	(894,400)			
30. Dividends to policyholders												
31. Net gain from operations after dividends to policyholders and before federal income taxes (Line 29 minus Line 30)	1,373,871		273,409	305,937	4,830			1,684,095	(894,400)			
32. Federal income taxes incurred (excluding tax on capital gains)	161,931		(63,414)	90,784	911			313,628	(179,978)			
33. Net gain from operations after dividends to policyholders and federal income taxes and before realized capital gains or (losses) (Line 31 minus Line 32)	1,211,940		336,823	215,153	3,919			1,370,467	(714,422)			
DETAILS OF WRITE-INS												
08.301. Miscellaneous income	20,504			297					20,207			
08.302.												
08.303.												
08.398. Summary of remaining write-ins for Line 8.3 from overflow page												
08.399. Totals (Lines 08.301 thru 08.303 plus 08.398) (Line 8.3 above)	20,504			297					20,207			
2701. Miscellaneous expenses	8,178			8,178								
2702. Fines and penalties paid to regulatory authorities	45		11	34								
2703.												
2798. Summary of remaining write-ins for Line 27 from overflow page												
2799. Totals (Lines 2701 thru 2703 plus 2798) (Line 27 above)	8,223		11	8,212								

(a) Includes the following amounts for FEGLI/SGLI: Line 1 , Line 10 , Line 16 , Line 23 , Line 24

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

ANALYSIS OF INCREASE IN RESERVES DURING THE YEAR

	1 Total	2 Industrial Life	Ordinary			6 Credit Life (Group and Individual)	Group	
			3 Life Insurance	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance	8 Annuities
Involving Life or Disability Contingencies (Reserves)								
(Net of Reinsurance Ceded)								
1. Reserve December 31, prior year								
2. Tabular net premiums or considerations								
3. Present value of disability claims incurred					XXX			
4. Tabular interest								
5. Tabular less actual reserve released								
6. Increase in reserve on account of change in valuation basis								
6.1 Change in excess of VM-20 deterministic/stochastic reserve over net premium reserve		XXX		XXX	XXX	XXX	XXX	XXX
7. Other increases (net)								
8. Totals (Lines 1 to 7)								
9. Tabular cost					XXX			
10. Reserves released by death				XXX	XXX			XXX
11. Reserves released by other terminations (net)								
12. Annuity, supplementary contract and disability payments involving life contingencies								
13. Net transfers to or (from) Separate Accounts								
14. Total Deductions (Lines 9 to 13)								
15. Reserve December 31, current year								

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT OF NET INVESTMENT INCOME

		1	2
		Collected During Year	Earned During Year
1.	U.S. Government bonds	(a) .....132,769	.....155,186
1.1	Bonds exempt from U.S. tax	(a)	
1.2	Other bonds (unaffiliated)	(a) .....1,986,818	.....2,014,348
1.3	Bonds of affiliates	(a)	
2.1	Preferred stocks (unaffiliated)	(b)	
2.11	Preferred stocks of affiliates	(b)	
2.2	Common stocks (unaffiliated)		
2.21	Common stocks of affiliates		
3.	Mortgage loans	(c)	
4.	Real estate	(d)	
5	Contract loans		
6	Cash, cash equivalents and short-term investments	(e) .....28,484	.....28,238
7	Derivative instruments	(f)	
8.	Other invested assets .....	.....30,079	.....30,079
9.	Aggregate write-ins for investment income		
10.	Total gross investment income	2,178,150	2,227,851
11.	Investment expenses		(g) .....87,899
12.	Investment taxes, licenses and fees, excluding federal income taxes		(g) .....2,485
13.	Interest expense		(h) .....7,232
14.	Depreciation on real estate and other invested assets		(i)
15.	Aggregate write-ins for deductions from investment income		
16.	Total deductions (Lines 11 through 15) .....		.....97,616
17.	Net investment income (Line 10 minus Line 16)		2,130,235
DETAILS OF WRITE-INS			
0901.	.....	
0902.	.....	
0903.	.....	
0998.	Summary of remaining write-ins for Line 9 from overflow page		
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)		
1501.	.....	
1502.	.....	
1503.	.....	
1598.	Summary of remaining write-ins for Line 15 from overflow page		
1599.	Totals (Lines 1501 thru 1503 plus 1598) (Line 15, above)		

- (a) Includes \$32,025 accrual of discount less \$11,065 amortization of premium and less \$8,633 paid for accrued interest on purchases.
- (b) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued dividends on purchases.
- (c) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (d) Includes \$ for company's occupancy of its own buildings; and excludes \$ interest on encumbrances.
- (e) Includes \$ accrual of discount less \$ amortization of premium and less \$ paid for accrued interest on purchases.
- (f) Includes \$ accrual of discount less \$ amortization of premium.
- (g) Includes \$ investment expenses and \$ investment taxes, licenses and fees, excluding federal income taxes, attributable to segregated and Separate Accounts.
- (h) Includes \$ interest on surplus notes and \$ interest on capital notes.
- (i) Includes \$ depreciation on real estate and \$ depreciation on other invested assets.

EXHIBIT OF CAPITAL GAINS (LOSSES)

		1	2	3	4	5
		Realized Gain (Loss) On Sales or Maturity	Other Realized Adjustments	Total Realized Capital Gain (Loss) (Columns 1 + 2)	Change in Unrealized Capital Gain (Loss)	Change in Unrealized Foreign Exchange Capital Gain (Loss)
1.	U.S. Government bonds					
1.1	Bonds exempt from U.S. tax					
1.2	Other bonds (unaffiliated)					
1.3	Bonds of affiliates					
2.1	Preferred stocks (unaffiliated)					
2.11	Preferred stocks of affiliates					
2.2	Common stocks (unaffiliated)					
2.21	Common stocks of affiliates					
3.	Mortgage loans					
4.	Real estate					
5.	Contract loans					
6.	Cash, cash equivalents and short-term investments					
7.	Derivative instruments					
8.	Other invested assets				(3,226)	
9.	Aggregate write-ins for capital gains (losses)		14,006	14,006		
10.	Total capital gains (losses)		14,006	14,006	(3,226)	
DETAILS OF WRITE-INS						
0901.	Bankruptcy Proceeds		14,006	14,006		
0902.	.....				
0903.	.....				
0998.	Summary of remaining write-ins for Line 9 from overflow page					
0999.	Totals (Lines 0901 thru 0903 plus 0998) (Line 9, above)		14,006	14,006		

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT - 1 PART 1 - PREMIUMS AND ANNUITY CONSIDERATIONS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
FIRST YEAR (other than single)											
1. Uncollected											
2. Deferred and accrued											
3. Deferred , accrued and uncollected:											
3.1 Direct											
3.2 Reinsurance assumed											
3.3 Reinsurance ceded											
3.4 Net (Line 1 + Line 2)											
4. Advance											
5. Line 3.4 - Line 4											
6. Collected during year:											
6.1 Direct											
6.2 Reinsurance assumed											
6.3 Reinsurance ceded											
6.4 Net											
7. Line 5 + Line 6.4											
8. Prior year (uncollected + deferred and accrued - advance)											
9. First year premiums and considerations:											
9.1 Direct											
9.2 Reinsurance assumed											
9.3 Reinsurance ceded											
9.4 Net (Line 7 - Line 8)											
SINGLE											
10. Single premiums and considerations:											
10.1 Direct											
10.2 Reinsurance assumed											
10.3 Reinsurance ceded											
10.4 Net											
RENEWAL											
11. Uncollected	704,462							704,462			
12. Deferred and accrued											
13. Deferred, accrued and uncollected:											
13.1 Direct	819,065		114,602					704,462			
13.2 Reinsurance assumed											
13.3 Reinsurance ceded	114,602		114,602								
13.4 Net (Line 11 + Line 12)	704,462							704,462			
14. Advance											
15. Line 13.4 - Line 14	704,462							704,462			
16. Collected during year:											
16.1 Direct	6,445,382		2,357,950					4,087,433			
16.2 Reinsurance assumed											
16.3 Reinsurance ceded	2,357,950		2,357,950								
16.4 Net	4,087,433							4,087,433			
17. Line 15 + Line 16.4	4,791,895							4,791,895			
18. Prior year (uncollected + deferred and accrued - advance)											
19. Renewal premiums and considerations:											
19.1 Direct	7,147,603		2,355,709					4,791,895			
19.2 Reinsurance assumed											
19.3 Reinsurance ceded	2,355,709		2,355,709								
19.4 Net (Line 17 - Line 18)	4,791,895							4,791,895			
TOTAL											
20. Total premiums and annuity considerations:											
20.1 Direct	7,147,603		2,355,709					4,791,895			
20.2 Reinsurance assumed											
20.3 Reinsurance ceded	2,355,709		2,355,709								
20.4 Net (Lines 9.4 + 10.4 + 19.4)	4,791,895							4,791,895			

EXHIBIT - 1 PART 2 - DIVIDENDS AND COUPONS APPLIED, REINSURANCE COMMISSIONS
AND EXPENSE ALLOWANCES AND COMMISSIONS INCURRED (Direct Business Only)

	1	2	Ordinary		5	Group		Accident and Health			11
			3	4		6	7	8	9	10	
	Total	Industrial Life	Life Insurance	Individual Annuities	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other	Aggregate of All Other Lines of Business
DIVIDENDS AND COUPONS APPLIED (included in Part 1)											
21. To pay renewal premiums											
22. All other											
REINSURANCE COMMISSIONS AND EXPENSE ALLOWANCES INCURRED											
23. First year (other than single):											
23.1 Reinsurance ceded											
23.2 Reinsurance assumed											
23.3 Net ceded less assumed											
24. Single:											
24.1 Reinsurance ceded											
24.2 Reinsurance assumed											
24.3 Net ceded less assumed											
25. Renewal:											
25.1 Reinsurance ceded	1,116,536		386,266	727,146			3,124				
25.2 Reinsurance assumed											
25.3 Net ceded less assumed	1,116,536		386,266	727,146			3,124				
26. Totals:											
26.1 Reinsurance ceded (Page 6, Line 6)	1,116,536		386,266	727,146			3,124				
26.2 Reinsurance assumed (Page 6, Line 22)											
26.3 Net ceded less assumed	1,116,536		386,266	727,146			3,124				
COMMISSIONS INCURRED (direct business only)											
27. First year (other than single)	737,762							737,762			
28. Single											
29. Renewal	27,367		27,367								
30. Deposit-type contract funds	753,150			750,026			3,124				
31. Totals (to agree with Page 6, Line 21)	1,518,279		27,367	750,026			3,124	737,762			

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT 2 - GENERAL EXPENSES

	Insurance				5	6
	1	Accident and Health		4		
		2	3			
	Life	Cost Containment	All Other	All Other Lines of Business	Investment	Total
1. Rent			95,770		143	95,913
2. Salaries and wages			1,399,706		53,721	1,453,427
3.11 Contributions for benefit plans for employees			267,055		7,400	274,455
3.12 Contributions for benefit plans for agents						
3.21 Payments to employees under non-funded benefit plans						
3.22 Payments to agents under non-funded benefit plans						
3.31 Other employee welfare			8,164		246	8,410
3.32 Other agent welfare						
4.1 Legal fees and expenses			4,068		752	4,820
4.2 Medical examination fees			4,407			4,407
4.3 Inspection report fees			0			0
4.4 Fees of public accountants and consulting actuaries			13,285		380	13,665
4.5 Expense of investigation and settlement of policy claims			24,867			24,867
5.1 Traveling expenses			49,890		2,261	52,150
5.2 Advertising			8,607		31	8,637
5.3 Postage, express, telegraph and telephone			36,025		164	36,188
5.4 Printing and stationery			7,585		88	7,673
5.5 Cost or depreciation of furniture and equipment			16,173		304	16,477
5.6 Rental of equipment			63,542		3,253	66,795
5.7 Cost or depreciation of EDP equipment and software			90,213		786	90,999
6.1 Books and periodicals			10,941		4,800	15,741
6.2 Bureau and association fees			4,010		373	4,384
6.3 Insurance, except on real estate			8,566		101	8,667
6.4 Miscellaneous losses			7,266		75	7,340
6.5 Collection and bank service charges			13,467		1,558	15,025
6.6 Sundry general expenses			32,552		1,746	34,298
6.7 Group service and administration fees			1,146			1,146
6.8 Reimbursements by uninsured plans						
7.1 Agency expense allowance						
7.2 Agents' balances charged off (less \$ recovered)						
7.3 Agency conferences other than local meetings			579		(2)	577
9.1 Real estate expenses						
9.2 Investment expenses not included elsewhere						
9.3 Aggregate write-ins for expenses			178,073		9,719	187,793
10. General expenses incurred			2,345,954		87,899	(a) 2,433,854
11. General expenses unpaid December 31, prior year						
12. General expenses unpaid December 31, current year						
13. Amounts receivable relating to uninsured plans, prior year						
14. Amounts receivable relating to uninsured plans, current year						
15. General expenses paid during year (Lines 10+11-12-13+14)			2,345,954		87,899	2,433,854
DETAILS OF WRITE-INS						
09.301. Repairs & Maintenance			58,505		6,300	64,804
09.302. Fees for Outsourcing Services			119,569		3,420	122,988
09.303.						
09.398. Summary of remaining write-ins for Line 9.3 from overflow page						
09.399. Totals (Lines 09.301 thru 09.303 plus 09.398) (Line 9.3 above)			178,073		9,719	187,793

(a) Includes management fees of \$ 2,433,302 to affiliates and \$ to non-affiliates.

EXHIBIT 3 - TAXES, LICENSES AND FEES (EXCLUDING FEDERAL INCOME TAXES)

		Insurance			4	5
		1	2	3		
		Life	Accident and Health	All Other Lines of Business	Investment	Total
1.	Real estate taxes					
2.	State insurance department licenses and fees	224,083	4,195			228,278
3.	State taxes on premiums	(5,895)	136,593			130,699
4.	Other state taxes, including \$					
	for employee benefits	1,678				1,678
5.	U.S. Social Security taxes		83,388		2,485	85,872
6.	All other taxes	17,618	2,739			20,357
7.	Taxes, licenses and fees incurred	237,484	226,915		2,485	466,884
8.	Taxes, licenses and fees unpaid December 31, prior year	10,276				10,276
9.	Taxes, licenses and fees unpaid December 31, current year.....					
		35,716	34,127			69,843
10.	Taxes, licenses and fees paid during year (Lines 7 + 8 - 9)	212,044	192,788		2,485	407,317

EXHIBIT 4 - DIVIDENDS OR REFUNDS

	1	2
	Life	Accident and Health
1. Applied to pay renewal premiums		
2. Applied to shorten the endowment or premium-paying period		
3. Applied to provide paid-up additions		
4. Applied to provide paid-up annuities		
5. Total Lines 1 through 4		
6. Paid in cash		
7. Left on deposit		
8. Aggregate write-ins for dividend or refund options		
9. Total Lines 5 through 8		
10. Amount due and unpaid		
11. Provision for dividends or refunds payable in the following calendar year		
12. Terminal dividends		
13. Provision for deferred dividend contracts		
14. Amount provisionally held for deferred dividend contracts not included in Line 13		
15. Total Lines 10 through 14		
16. Total from prior year		
17. Total dividends or refunds (Lines 9 + 15 - 16)		
DETAILS OF WRITE-INS		
0801.		
0802.		
0803.		
0898. Summary of remaining write-ins for Line 8 from overflow page		
0899. Totals (Lines 0801 thru 0803 plus 0898) (Line 8 above)		

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT 5 - AGGREGATE RESERVE FOR LIFE CONTRACTS

1	2	3	4	5	6
Valuation Standard	Total	Industrial	Ordinary	Credit (Group and Individual)	Group
LIFE INSURANCE:					
0100001. 1958 CSO 3.00% CRVM ANB IPC (1981 – 1988)	3,532		3,532		
0100002. 1958 CSO 3.00% MCRVM ANB IPC (1979 – 1983)	563,030		563,030		
0100003. 1958 CSO 4.00% MCRVM ANB IPC (1978 – 1980)	366,526		366,526		
0100004. 1958 CSO 4.50%/3.00% MCRVM ANB IPC (1981 – 1986)	282,073		282,073		
0100005. 1958 CSO 4.50% MCRVM ANB IPC (1981 – 1988)	1,728,507		1,728,507		
0100006. 1958 CET 4.50% NLP ANB IPC (1981 – 1984)	16,510		16,510		
0100007. 1958 CSO 5.50% CRVM ALB (1984 – 1987)	3,972,155		3,972,155		
0100008. 1980 CSO 4.50% CRVM ALB (1996 – 1998)	19,000,505		19,000,505		
0100009. 1980 CSO 4.50% MCRVM ANB IPC (1993 – 1997)	300,344		300,344		
0100010. 1980 CET 4.50% NLP ANB IPC (1993 – 1997)	310,080		310,080		
0100011. 1980 CSO 5.00% CRVM ALB (1987 – 1997)	20,538,412		20,538,412		
0100012. 1980 CET 5.00% NLP ANB IPC (1983 – 1992)	478,575		478,575		
0100013. 1980 CSO 5.50% CRVM ALB (1987 – 1997)	19,830,371		19,830,371		
0100014. 1980 CSO 5.50% MCRVM ANB IPC (1983 – 1992)	882,283		882,283		
0100015. 1980 CET 5.50% NLP ANB IPC (1983 – 1992)	1,523,165		1,523,165		
0100016. Unearned Premium	354		354		
0199997. Totals (Gross)	69,796,421		69,796,421		
0199998. Reinsurance ceded	69,796,421		69,796,421		
0199999. Life Insurance: Totals (Net)					
ANNUITIES (excluding supplementary contracts with life contingencies):					
0299998. Reinsurance ceded		XXX		XXX	
0299999. Annuities: Totals (Net)		XXX		XXX	
SUPPLEMENTARY CONTRACTS WITH LIFE CONTINGENCIES:					
0300001. 71 IAM @ 7.50% Imm	32,938		25,605		7,333
0300002. 71 IAM @ 9.25% Imm	263,488		205,270		58,218
0300003. 71 IAM @ 11.00% Imm	101,947		79,954		21,993
0300004. 71 IAM @ 11.25% Imm	43,544		33,849		9,695
0300005. 71 IAM @ 13.25% Imm	31,367		25,141		6,226
0300006. 83'a @ 6.25% Imm	396,150		307,954		88,196
0300007. 83'a @ 6.50% Imm	357,903		278,222		79,681
0300008. 83'a @ 6.75% Imm	751,306		584,039		167,267
0300009. 83'a @ 7.00% Imm	634,687		493,382		141,305
0300010. 83'a @ 7.25% Imm	177,804		138,219		39,585
0300011. 83'a @ 7.75% Imm	676,002		525,501		150,501
0300012. 83'a @ 8.00% Imm	192,260		149,456		42,804
0300013. 83'a @ 8.25% Imm	546,192		424,591		121,601
0300014. 83'a @ 8.75% Imm	546,564		427,941		118,623
0300015. Annuity 2000 @ 3.75% Imm	269,423		209,440		59,983
0300016. Annuity 2000 @ 4.00% Imm	275,027		213,797		61,230
0300017. Annuity 2000 @ 4.50% Imm	377,378		293,361		84,017
0300018. Annuity 2000 @ 5.00% Imm	414,207		321,990		92,217
0300019. Annuity 2000 @ 5.25% Imm	85,290		66,302		18,988
0300020. Annuity 2000 @ 5.50% Imm	227,284		176,683		50,601
0300021. Annuity 2000 @ 6.00% Imm	48,993		38,085		10,908
0300022. Annuity 2000 @ 6.75% Imm	101,484		78,890		22,594
0300023. Annuity 2000 @ 7.00% Imm	266,033		206,805		59,228
0399997. Totals (Gross)	6,817,271		5,304,477		1,512,794
0399998. Reinsurance ceded	6,817,271		5,304,477		1,512,794
0399999. SCWLC: Totals (Net)					
ACCIDENTAL DEATH BENEFITS:					
0400001. 59 ADB 58 CSO 3%	1,540		1,540		
0499997. Totals (Gross)	1,540		1,540		
0499998. Reinsurance ceded	1,540		1,540		
0499999. Accidental Death Benefits: Totals (Net)					
DISABILITY-ACTIVE LIVES:					
0500001. 52 INTERCO DISA (Period 2) 58 CSO 3%	21,942		21,942		
0599997. Totals (Gross)	21,942		21,942		
0599998. Reinsurance ceded	21,942		21,942		
0599999. Disability-Active Lives: Totals (Net)					
DISABILITY-DISABLED LIVES:					
0600001. 52 INTERCO DISA 3-1/2%	1,277,581		1,277,581		
0699997. Totals (Gross)	1,277,581		1,277,581		
0699998. Reinsurance ceded	1,277,581		1,277,581		
0699999. Disability-Disabled Lives: Totals (Net)					
MISCELLANEOUS RESERVES:					
0700001. For excess of valuation net premiums over corresponding gross premiums on respective policies computed according to the standard of valuation required	927,133		927,133		
0700002. For non-deduction of deferred fractional premiums or return of premiums at the death of the insured	25,728		25,728		
0700003. For surrender values in excess of reserves otherwise required and carried in this schedule	1,206,094		1,206,094		
0799997. Totals (Gross)	2,158,955		2,158,955		
0799998. Reinsurance ceded	2,158,955		2,158,955		
0799999. Miscellaneous Reserves: Totals (Net)	0		0		
9999999. Totals (Net) - Page 3, Line 1	0		0		

EXHIBIT 5 - INTERROGATORIES

1.1

Has the reporting entity ever issued both participating and non-participating contracts?.....

Yes [] No [X]

1.2

If not, state which kind is issued.

2.1

Does the reporting entity at present issue both participating and non-participating contracts?.....

Yes [] No [X]

2.2

If not, state which kind is issued.

3.

Does the reporting entity at present issue or have in force contracts that contain non-guaranteed elements?.....

Yes [X] No []

If so, attach a statement that contains the determination procedures, answers to the interrogatories and an actuarial opinion as described in the instructions.

4.

Has the reporting entity any assessment or stipulated premium contracts in force?

Yes [] No [X]

If so, state:

4.1

Amount of insurance?

\$

4.2

Amount of reserve?

\$

4.3

Basis of reserve:

4.4

Basis of regular assessments:

4.5

Basis of special assessments:

4.6

Assessments collected during the year

\$

5.

If the contract loan interest rate guaranteed in any one or more of its currently issued contracts is less than 5%, not in advance, state the contract loan rate guarantees on any such contracts.

6.

Does the reporting entity hold reserves for any annuity contracts that are less than the reserves that would be held on a standard basis?

Yes [] No [X]

6.1

If so, state the amount of reserve on such contracts on the basis actually held:

\$

6.2

That would have been held (on an exact or approximate basis) using the actual ages of the annuitants; the interest rate(s) used in 6.1; and the same mortality basis used by the reporting entity for the valuation of comparable annuity benefits issued to standard lives. If the reporting entity has no comparable annuity benefits for standard lives to be valued, the mortality basis shall be the table most recently approved by the state of domicile for valuing individual annuity benefits:

\$

Attach statement of methods employed in their valuation.

7.

Does the reporting entity have any Synthetic GIC contracts or agreements in effect as of December 31 of the current year?

Yes [] No [X]

7.1

If yes, state the total dollar amount of assets covered by these contracts or agreements

\$

7.2

Specify the basis (fair value, amortized cost, etc.) for determining the amount:

7.3

State the amount of reserves established for this business:

\$

7.4

Identify where the reserves are reported in the blank:

8.

Does the reporting entity have any Contingent Deferred Annuity contracts or agreements in effect as of December 31 of the current year?

Yes [] No [X]

8.1

If yes, state the total dollar amount of account value covered by these contracts or agreements:

\$

8.2

State the amount of reserves established for this business:

\$

8.3

Identify where the reserves are reported in the blank:

9.

Does the reporting entity have any Guaranteed Lifetime Income Benefit contracts, agreements or riders in effect as of December 31 of the current year?

Yes [] No [X]

9.1

If yes, state the total dollar amount of any account value associated with these contracts, agreements or riders:

\$

9.2

State the amount of reserves established for this business:

\$

9.3

Identify where the reserves are reported in the blank:

EXHIBIT 5A - CHANGES IN BASES OF VALUATION DURING THE YEAR

1	Valuation Basis		4
	2	3	
Description of Valuation Class	Changed From	Changed To	Increase in Actuarial Reserve Due to Change
	NONE		
9999999 - Total (Column 4, only)			

Exhibit 6 - Aggregate Reserves for Accident and Health Contracts

NONE

EXHIBIT 7 - DEPOSIT TYPE CONTRACTS

	1	2	3	4	5	6
	Total	Guaranteed Interest Contracts	Annuities Certain	Supplemental Contracts	Dividend Accumulations or Refunds	Premium and Other Deposit Funds
1. Balance at the beginning of the year before reinsurance	447,896,313			11,307		447,885,006
2. Deposits received during the year	6,576,223			554,779		6,021,444
3. Investment earnings credited to the account	15,351,728			52,781		15,298,947
4. Other net change in reserves	2,316,700			1,408,525		908,175
5. Fees and other charges assessed						
6. Surrender charges						
7. Net surrender or withdrawal payments	36,202,072			317,436		35,884,636
8. Other net transfers to or (from) Separate Accounts						
9. Balance at the end of current year before reinsurance (Lines 1+2+3+4-5-6-7-8)	435,938,893			1,709,957		434,228,936
10. Reinsurance balance at the beginning of the year	(441,924,759)			0		(441,924,759)
11. Net change in reinsurance assumed						
12. Net change in reinsurance ceded	(11,272,361)			1,698,621		(12,970,982)
13. Reinsurance balance at the end of the year (Lines 10+11-12)	(430,652,398)			(1,698,621)		(428,953,777)
14. Net balance at the end of current year after reinsurance (Lines 9 + 13)	5,286,495			11,336		5,275,159

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 1 - Liability End of Current Year											
	1	2	Ordinary			6	Group		Accident and Health		
			3	4	5		7	8	9	10	11
	Total	Industrial Life	Life Insurance	Individual Annuities	Supplementary Contracts	Credit Life (Group and Individual)	Life Insurance	Annuities	Group	Credit (Group and Individual)	Other
1. Due and unpaid:											
1.1 Direct											
1.2 Reinsurance assumed											
1.3 Reinsurance ceded											
1.4 Net											
2. In course of settlement:											
2.1 Resisted											
2.11 Direct											
2.12 Reinsurance assumed											
2.13 Reinsurance ceded											
2.14 Net			(b)	(b)		(b)	(b)				
2.2 Other											
2.21 Direct	513,098		307,622						205,476		
2.22 Reinsurance assumed											
2.23 Reinsurance ceded	307,622		307,622								
2.24 Net	205,476		(b)	(b)		(b)	(b)		(b) 205,476	(b)	(b)
3. Incurred but unreported:											
3.1 Direct	1,173,180		351,274						821,906		
3.2 Reinsurance assumed											
3.3 Reinsurance ceded	351,274		351,274								
3.4 Net	821,906		(b)	(b)		(b)	(b)		(b) 821,906	(b)	(b)
4. TOTALS											
4.1 Direct	1,686,277		658,895						1,027,382		
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	658,895		658,895								
4.4 Net	1,027,382	(a)	(a)				(a)		1,027,382		

(a) Including matured endowments (but not guaranteed annual pure endowments) unpaid amounting to \$ _____ in Column 2, \$ _____ in Column 3 and \$ _____ in Column 7.

(b) Include only portion of disability and accident and health claim liabilities applicable to assumed "accrued" benefits. Reserves (including reinsurance assumed and net of reinsurance ceded) for unaccrued benefits for Ordinary Life Insurance \$ _____

Individual Annuities \$ _____, Credit Life (Group and Individual) \$ _____, and Group Life \$ _____, are included in Page 3, Line 1, (See Exhibit 5, Section on Disability Disabled Lives); and for Group Accident and Health \$ _____

Credit (Group and Individual) Accident and Health \$ _____, and Other Accident and Health \$ _____ are included in Page 3, Line 2 (See Exhibit 6, Claim Reserve).

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT 8 - CLAIMS FOR LIFE AND ACCIDENT AND HEALTH CONTRACTS

PART 2 - Incurred During the Year

	1 Total	2 Industrial Life (a)	Ordinary			6 Credit Life (Group and Individual)	Group		Accident and Health		
			3 Life Insurance (b)	4 Individual Annuities	5 Supplementary Contracts		7 Life Insurance (c)	8 Annuities	9 Group	10 Credit (Group and Individual)	11 Other
1. Settlements During the Year:											
1.1 Direct	3,644,803		2,276,378						1,368,425		
1.2 Reinsurance assumed											
1.3 Reinsurance ceded	2,276,378		2,276,378								
1.4 Net (d)	1,368,425								1,368,425		
2. Liability December 31, current year from Part 1:											
2.1 Direct	1,686,277		658,895						1,027,382		
2.2 Reinsurance assumed											
2.3 Reinsurance ceded	658,895		658,895								
2.4 Net	1,027,382								1,027,382		
3. Amounts recoverable from reinsurers December 31, current year											
4. Liability December 31, prior year:											
4.1 Direct	850,712		850,712								
4.2 Reinsurance assumed											
4.3 Reinsurance ceded	850,712		850,712								
4.4 Net											
5. Amounts recoverable from reinsurers December 31, prior year											
6. Incurred Benefits											
6.1 Direct	4,480,368		2,084,561						2,395,807		
6.2 Reinsurance assumed											
6.3 Reinsurance ceded	2,084,561		2,084,561								
6.4 Net	2,395,807								2,395,807		

(a) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ in Line 1.1, \$ in Line 1.4.
\$ in Line 6.1, and \$ in Line 6.4.

(b) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ in Line 1.1, \$ in Line 1.4.
\$ in Line 6.1, and \$ in Line 6.4.

(c) Including matured endowments (but not guaranteed annual pure endowments) amounting to \$ in Line 1.1, \$ in Line 1.4.
\$ in Line 6.1, and \$ in Line 6.4.

(d) Includes \$ premiums waived under total and permanent disability benefits.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT OF NON-ADMITTED ASSETS

	1	2	3
	Current Year Total Nonadmitted Assets	Prior Year Total Nonadmitted Assets	Change in Total Nonadmitted Assets (Col. 2 - Col. 1)
1. Bonds (Schedule D)			
2. Stocks (Schedule D):			
2.1 Preferred stocks			
2.2 Common stocks			
3. Mortgage loans on real estate (Schedule B):			
3.1 First liens			
3.2 Other than first liens			
4. Real estate (Schedule A):			
4.1 Properties occupied by the company			
4.2 Properties held for the production of income			
4.3 Properties held for sale			
5. Cash (Schedule E - Part 1), cash equivalents (Schedule E - Part 2) and short-term investments (Schedule DA)			
6. Contract loans			
7. Derivatives (Schedule DB)			
8. Other invested assets (Schedule BA)			
9. Receivables for securities			
10. Securities lending reinvested collateral assets (Schedule DL)			
11. Aggregate write-ins for invested assets			
12. Subtotals, cash and invested assets (Lines 1 to 11)			
13. Title plants (for Title insurers only)			
14. Investment income due and accrued			
15. Premiums and considerations:			
15.1 Uncollected premiums and agents' balances in the course of collection			
15.2 Deferred premiums, agents' balances and installments booked but deferred and not yet due ..			
15.3 Accrued retrospective premiums and contracts subject to redetermination			
16. Reinsurance:			
16.1 Amounts recoverable from reinsurers			
16.2 Funds held by or deposited with reinsured companies			
16.3 Other amounts receivable under reinsurance contracts	10,317		(10,317)
17. Amounts receivable relating to uninsured plans			
18.1 Current federal and foreign income tax recoverable and interest thereon			
18.2 Net deferred tax asset	220,153	158,478	(61,675)
19. Guaranty funds receivable or on deposit			
20. Electronic data processing equipment and software			
21. Furniture and equipment, including health care delivery assets			
22. Net adjustment in assets and liabilities due to foreign exchange rates			
23. Receivables from parent, subsidiaries and affiliates			
24. Health care and other amounts receivable			
25. Aggregate write-ins for other than invested assets			
26. Total assets excluding Separate Accounts, Segregated Accounts and Protected Cell Accounts (Lines 12 to 25)	230,470	158,478	(71,992)
27. From Separate Accounts, Segregated Accounts and Protected Cell Accounts			
28. Total (Lines 26 and 27)	230,470	158,478	(71,992)
DETAILS OF WRITE-INS			
1101.			
1102.			
1103.			
1198. Summary of remaining write-ins for Line 11 from overflow page			
1199. Totals (Lines 1101 thru 1103 plus 1198)(Line 11 above)			
2501.			
2502.			
2503.			
2598. Summary of remaining write-ins for Line 25 from overflow page			
2599. Totals (Lines 2501 thru 2503 plus 2598)(Line 25 above)			

NOTES TO FINANCIAL STATEMENTS

1. Summary of Significant Accounting Policies and Going Concern

A. Accounting Practices

The financial statements of Unum Insurance Company (the Company) have been completed in accordance with Statutory Accounting Principles (SAP) prescribed in the National Association of Insurance Commissioners’ (NAIC) *Accounting Practices and Procedures* manual. The Maine Bureau of Insurance (the Bureau) has adopted no accounting practices that differ materially from SAP.

	SSAP #	F/S Page	F/S Line #	12/31/2018	12/31/2017
<u>NET INCOME</u>					
(1) The Company's state basis (Page 4, Line 35, Columns 1 & 2)	XXX	XXX	XXX	\$ 1,216,622	\$ 1,855,707
(2) State Prescribed Practices that are an increase/ (decrease) from NAIC SAP				—	—
(3) State Permitted Practices that are an increase/ (decrease) from NAIC SAP				—	—
(4) NAIC SAP (1-2-3=4)	XXX	XXX	XXX	<u>\$ 1,216,622</u>	<u>\$ 1,855,707</u>
<u>SURPLUS</u>					
(5) The Company's state basis (Page 3, Line 38, Columns 1 & 2)	XXX	XXX	XXX	\$ 46,916,759	\$ 46,092,562
(6) State Prescribed Practices that are an increase/ (decrease) from NAIC SAP				—	—
(7) State Permitted Practices that are an increase/ (decrease) from NAIC SAP				—	—
(8) NAIC SAP (5-6-7=8)	XXX	XXX	XXX	<u>\$ 46,916,759</u>	<u>\$ 46,092,562</u>

B. Use of Estimates in the Preparation of the Financial Statements

The preparation of financial statements in conformity with SAP requires management to make estimates and assumptions that affect amounts reported in the financial statements and accompanying notes. Such estimates and assumptions could change in the future as more information becomes known, which could impact the amounts reported and disclosed herein.

C. Accounting Policy

Life and accident and health premiums are recognized as revenue when due from policyholders. Expenses incurred in connection with acquiring new insurance business, including acquisition costs such as sales commissions, are charged to operations as incurred.

The Company uses the following accounting policies:

- (1) Short-term investments and cash equivalents are carried at cost.
- (2) Long-term bonds classified as issuer obligations are generally carried at amortized cost unless they have a NAIC designation of 6, in which case they are stated at the lower of amortized cost or fair value. Issuer obligations are amortized using the interest method.
- (3) Not applicable
- (4) Not applicable
- (5) Not applicable
- (6) Loan-backed and structured securities are stated at either amortized cost or the lower of amortized cost or fair value. Amortization of mortgage-backed and asset-backed securities considers the estimated timing and amount of prepayments of the underlying loans at the date of purchase. Actual prepayment experience is periodically reviewed with significant changes in estimated cash flows from the original purchase assumptions accounted for using the retrospective method.

NOTES TO FINANCIAL STATEMENTS

- (7) Not applicable
- (8) Investments in joint ventures, partnerships, and limited liability entities are carried at values based on the underlying audited GAAP equity of the investee.
- (9) Not applicable
- (10) Not applicable
- (11) Liabilities for losses and loss/claim adjustment expenses for accident and health contracts are estimated using statistical claim development models and tabular reserves employing assumptions concerning mortality and morbidity as well as appropriate discount rates for accident and health business.
- (12) Not applicable
- (13) Not applicable

D. Going Concern

After evaluating the Company’s ability to continue as a going concern, management was not aware of any conditions or events which raised substantial doubts concerning the Company’s ability to continue as a going concern as of the date these financial statements were issued.

2. Accounting Changes and Corrections of Errors

Not applicable

3. Business Combinations and Goodwill

Not applicable

4. Discontinued Operations

Not applicable

5. Investments

- A. Not applicable
- B. Not applicable
- C. Not applicable

D. Loan-Backed Securities

- (1) Prepayment assumptions for mortgage-backed/loan-backed securities were obtained from broker dealer survey values and internal estimates.
- (2) Not applicable
- (3) Not applicable
- (4) As of December 31, 2018, the Company had no impaired securities (fair value is less than cost or amortized cost) for which an other-than-temporary impairment has not been recognized in earnings as a realized loss (including securities with a recognized other-than-temporary impairment for non-interest related declines when a non-recognized interest related impairment remains).
- (5) In determining when a decline in fair value below amortized cost of a security is other than temporary, the Company evaluates the following factors:
 - Whether the Company expects to recover the entire amortized cost basis of the security.
 - Whether the Company intends to sell the security or will be required to sell the security before the recovery of its amortized cost basis.
 - Whether the security is current as to principal and interest payments.
 - The significance of the decline in value.
 - The time period during which there has been a significant decline in value.
 - Current and future business prospects and trends of earnings.
 - The valuation of the security’s underlying collateral.
 - Relevant industry conditions and trends relative to their historical cycles.

NOTES TO FINANCIAL STATEMENTS

- Market conditions.
- Rating agency and governmental actions.
- Bid and offering prices and the level of trading activity.
- Adverse changes in estimated cash flows for securitized investments.
- Changes in fair value subsequent to the balance sheet date.
- Any other key measures for the related security.

The Company evaluates available information, including the factors noted above, both positive and negative, in reaching its conclusions. In particular, the Company also considers the strength of the issuer’s balance sheet, its debt obligations and near term funding requirements, cash flow and liquidity, the profitability of its core businesses, the availability of marketable assets which could be sold to increase liquidity, its industry fundamentals and regulatory environment, and its access to capital markets. Although all available and applicable factors are considered in the analysis, the expectation of recovering the entire amortized cost basis of the security, whether the Company intends to sell the security, whether it is more likely than not the Company will be required to sell the security before recovery of its amortized cost, and whether the security is current on principal and interest payments are the most critical factors in determining whether impairments are other than temporary. The significance of the decline in value and the length of time during which there has been a significant decline are also important factors, but the Company does not record an impairment loss based solely on these two factors, since often other factors will impact the evaluation of a security.

While determining other-than-temporary impairments is a judgmental area, the Company utilizes a formal, well-defined, and disciplined process to monitor and evaluate its investments, supported by issuer specific research and documentation as of the end of each period. The process results in a thorough evaluation of problem investments and the recording of realized losses on a timely basis for investments determined to have an other-than-temporary impairment.

- E. Not applicable
- F. Not applicable
- G. Not applicable
- H. Not applicable
- I. Not applicable
- J. Not applicable
- K. Not applicable

NOTES TO FINANCIAL STATEMENTS

L. Restricted Assets

(1) Restricted Assets (Including Pledged)

Restricted Asset Category	Gross (Admitted & Nonadmitted) Restricted						
	December 31, 2018					6	7
	1	2	3	4	5		
	Total General Account (G/A)	G/A Supporting S/A Activity (a)	Total Separate Account (S/A) Restricted Assets	S/A Assets Supporting G/A Activity (b)	Total (1 plus 3)	Total From Prior Year	Increase/ (Decrease) (5 minus 6)
a. Subject to contractual obligation for which liability is not shown	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
b. Collateral held under security lending agreements	—	—	—	—	—	—	—
c. Subject to repurchase agreements	—	—	—	—	—	—	—
d. Subject to reverse repurchase agreements	—	—	—	—	—	—	—
e. Subject to dollar repurchase agreements	—	—	—	—	—	—	—
f. Subject to dollar reverse repurchase agreements	—	—	—	—	—	—	—
g. Placed under option contracts	—	—	—	—	—	—	—
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	—	—	—	—	—	—	—
i. FHLB Capital Stock	—	—	—	—	—	—	—
j. On deposit with states	2,524,250	—	—	—	2,524,250	2,491,188	33,062
k. On deposit with other regulatory bodies	—	—	—	—	—	—	—
l. Pledged as collateral to FHLB (including assets backing funding agreements)	—	—	—	—	—	—	—
m. Pledged as collateral not captured in other categories	—	—	—	—	—	—	—
n. Other restricted assets	—	—	—	—	—	—	—
o. Total Restricted Assets	\$ 2,524,250	\$ —	\$ —	\$ —	\$ 2,524,250	\$ 2,491,188	\$ 33,062

(a) Subset of column 1

(b) Subset of column 3

NOTES TO FINANCIAL STATEMENTS

Restricted Asset Category	December 31, 2018			
	8	9	10	11
	Percentage			
	Total Nonadmitted Restricted	Total Admitted Restricted (5 minus 8)	Gross (Admitted & Nonadmitted) Restricted to Total Assets (c)	Admitted Restricted to Total Admitted Assets (d)
a. Subject to contractual obligation for which liability is not shown	\$ —	\$ —	—%	—%
b. Collateral held under security lending agreements	—	—	—%	—%
c. Subject to repurchase agreements	—	—	—%	—%
d. Subject to reverse repurchase agreements	—	—	—%	—%
e. Subject to dollar repurchase agreements	—	—	—%	—%
f. Subject to dollar reverse repurchase agreements	—	—	—%	—%
g. Placed under option contracts	—	—	—%	—%
h. Letter stock or securities restricted as to sale - excluding FHLB capital stock	—	—	—%	—%
i. FHLB Capital Stock	—	—	—%	—%
j. On deposit with states	—	2,524,250	4.0%	4.0%
k. On deposit with other regulatory bodies	—	—	—%	—%
l. Pledged as collateral to FHLB (including assets backing funding agreements)	—	—	—%	—%
m. Pledged as collateral not captured in other categories	—	—	—%	—%
n. Other restricted assets	—	—	—%	—%
o. Total Restricted Assets	\$ —	\$ 2,524,250	4.0%	4.0%

(c) Column 5 divided by Asset Page, Column 1, Line 28
(d) Column 9 divided by Asset Page, Column 3, Line 28

- (2) Not applicable
- (3) Not applicable
- (4) Not applicable

- M. Not applicable
- N. Not applicable
- O. Not applicable
- P. Not applicable
- Q. Not applicable
- R. Not applicable

6. Joint Ventures, Partnerships and Limited Liability Companies

- A. The Company had no investments in joint ventures, partnerships, or limited liability companies that exceed 10 percent of its admitted assets.
- B. The Company did not recognize any impairment write-down for its investments in joint ventures, partnerships, and limited liability companies during the statement periods.

7. Investment Income

- A. The Company does not accrue investment income on bonds where collection of interest is uncertain.
- B. The Company did not exclude any amounts from investment income due and accrued as of December 31, 2018.

NOTES TO FINANCIAL STATEMENTS

8. Derivative Instruments

Not applicable

9. Income Taxes

- A. On December 22, 2017, the U.S. Federal government enacted a tax bill, H.R.1, An Act to Provide Reconciliation Pursuant to Titles II and V of the Concurrent Resolution on the Budget for Fiscal Year 2018, more commonly known as the Tax Cuts and Jobs Act (TCJA) which reduced the federal corporate tax rate from 35 percent to 21 percent effective January 1, 2018. Although the 2017 tax rate reduction became effective during a subsequent year, we are required to adjust deferred tax assets and liabilities through change in net deferred income tax on the date of enactment of a rate change.

During 2017, the admitted deferred tax asset decreased due to certain provisions in the TCJA including the revaluation of the gross deferred tax assets and liabilities to 21 percent and the change to disallow the carry back of life operating tax losses.

The components of the net deferred tax assets (liabilities) and change from the prior year are comprised of the following:

1.

December 31, 2018			December 31, 2017			Change			
1	2	3	4	5	6	7	8	9	
		(Col 1 + 2)			(Col 4 + 5)	(Col 1 - 4)	(Col 2 - 5)	(Col 7 + 8)	
Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total	
(a) Gross Deferred Tax Assets	717,253	—	717,253	703,146	—	703,146	14,107	—	14,107
(b) Statutory Valuation Allowance Adjustment	—	—	—	—	—	—	—	—	—
(c) Adjusted Gross Deferred Tax Assets (1a - 1b)	717,253	—	717,253	703,146	—	703,146	14,107	—	14,107
(d) Deferred Tax Assets Nonadmitted	220,153	—	220,153	158,478	—	158,478	61,675	—	61,675
(e) Subtotal Net Admitted Deferred Tax Assets (1c - 1d)	497,100	—	497,100	544,668	—	544,668	(47,568)	—	(47,568)
(f) Deferred Tax Liabilities	2,904	148,036	150,940	7,844	161,312	169,156	(4,940)	(13,276)	(18,216)
(g) Net Admitted Deferred Tax Assets (1e - 1f)	494,196	(148,036)	346,160	536,824	(161,312)	375,512	(42,628)	13,276	(29,352)

The deferred tax asset admitted under each component of SSAP No. 101 is shown below:

2.

December 31, 2018			December 31, 2017			Change				
1	2	3	4	5	6	7	8	9		
		(Col 1 + 2)			(Col 4 + 5)	(Col 1 - 4)	(Col 2 - 5)	(Col 7 + 8)		
Ordinary	Capital	Total	Ordinary	Capital	Total	Ordinary	Capital	Total		
Admission Calculation Components										
SSAP No. 101										
(a)	Federal Income Taxes Paid in Prior Years Recoverable through Loss Carrybacks	—	—	—	—	—	—	—		
(b)	Adjusted Gross Deferred Tax Assets Expected to be Realized (Excluding the Amount of Deferred Tax Assets from 2(a) Above) After Application of the Threshold Limitation (the Lesser of 2(b)1 and 2(b)2 Below)	346,160	—	346,160	375,512	—	375,512	(29,352)	—	(29,352)
1.	Adjusted Gross Deferred Tax Assets Expected to be Realized Following the Balance Sheet Date	346,160	—	346,160	375,512	—	375,512	(29,352)	—	(29,352)
2.	Adjusted Gross Deferred Tax Assets Allowed per Limitation Threshold	XXX	XXX	6,985,590	XXX	XXX	6,857,557	XXX	XXX	128,033
(c)	Adjusted Gross Deferred Tax Assets (Excluding the Amount of Deferred Tax Assets from 2(a) and 2(b) Above) Offset by Gross Deferred Tax Liabilities	150,940	—	150,940	169,156	—	169,156	(18,216)	—	(18,216)
(d)	Deferred Tax Assets Admitted as the Result of Application of SSAP No. 101									
	Total 2(a) + 2(b) + 2(c))	497,100	—	497,100	544,668	—	544,668	(47,568)	—	(47,568)

NOTES TO FINANCIAL STATEMENTS

3.		2018	2017
(a)	Ratio Percentage Used to Determine Recovery Period and Threshold Limitation Amount	2,130.5%	2,366.9%
(b)	Amount of Adjusted Capital and Surplus Used to Determine Recovery Period and Threshold Limitation in 2(b)2 Above	\$ 46,570,599	\$ 45,717,050

4. Impact of Tax Planning Strategies

(a) The Company did not use tax planning strategies in 2018 or 2017 to admit existing deferred tax assets.

(b) Do the Company's tax-planning strategies include the use of reinsurance? Yes [] No [X]

B. Not applicable

C. The components of income tax incurred and the net deferred tax assets (liabilities) are shown below:

	Year Ended December 31		
	2018	2017	Change
1. Current Income Tax (21 percent for 2018 and 35 percent for 2017)			
(a) Federal	\$ 157,453	\$ 474,907	\$ (317,454)
(b) Foreign	—	—	—
(c) Subtotal	157,453	474,907	(317,454)
(d) Federal Income Tax Expense (Benefit) on Net Capital Gains (Losses)	9,354	22,718	(13,364)
(e) Utilization of Capital Loss Carryforwards	—	—	—
(f) Other	4,448	(431)	4,879
(g) Federal Income Tax Incurred	\$ 171,255	\$ 497,194	\$ (325,939)

The Company includes prior year tax amounts net of tax loss contingencies in Line 1(f) - Other in the table above.

NOTES TO FINANCIAL STATEMENTS

		December 31		
		2018	2017	Change
2. Deferred Tax Assets				
(a) Ordinary				
(1) Discounting of Unpaid Losses	\$	3,289	\$ —	\$ 3,289
(2) Unearned Premium Reserve		—	—	—
(3) Policyholder Reserves		—	—	—
(4) Investments		24,551	7,416	17,135
(5) Deferred Acquisition Costs		669,213	677,314	(8,101)
(6) Policyholder Dividends Accrual		—	—	—
(7) Fixed Assets		—	—	—
(8) Compensation and Benefits Accrual		—	—	—
(9) Pension Accrual		—	—	—
(10) Receivables - Nonadmitted		2,167	—	2,167
(11) Net Operating Loss Carryforward		—	—	—
(12) Tax Credit Carryforward		—	—	—
(13) Other (including items < 5% of total ordinary tax assets)		18,033	18,416	(383)
(99) Subtotal		717,253	703,146	14,107
(b) Statutory Valuation Allowance Adjustment		—	—	—
(c) Nonadmitted		220,153	158,478	61,675
(d) Admitted Ordinary Deferred Tax Assets (2a99 - 2b - 2c)		497,100	544,668	(47,568)
(e) Capital				
(1) Investments		—	—	—
(2) Net Capital Loss Carryforward		—	—	—
(3) Real Estate		—	—	—
(4) Other (including items < 5% of total capital tax assets)		—	—	—
(99) Subtotal		—	—	—
(f) Statutory Valuation Allowance Adjustment		—	—	—
(g) Nonadmitted		—	—	—
(h) Admitted Capital Deferred Tax Assets (2e99 - 2f - 2g)		—	—	—
(i) Admitted Deferred Tax Assets (2d + 2h)		497,100	544,668	(47,568)
3. Deferred Tax Liabilities				
(a) Ordinary				
(1) Investments		—	—	—
(2) Fixed Assets		—	—	—
(3) Deferred and Uncollected Premium		—	—	—
(4) Policyholder Reserves		—	—	—
(5) Other		—	—	—
(a) Guaranty Fund Assessments		2,904	7,844	(4,940)
(b) Other (including items < 5% of total ordinary tax liabilities)		—	—	—
(99) Subtotal		2,904	7,844	(4,940)
(b) Capital				
(1) Investments		148,036	161,312	(13,276)
(2) Real Estate		—	—	—
(3) Other (including items < 5% of total capital tax liabilities)		—	—	—
(99) Subtotal		148,036	161,312	(13,276)
(c) Deferred Tax Liabilities (3a99 + 3b99)		150,940	169,156	(18,216)
4. Net Deferred Tax Assets (2i - 3c)	\$	346,160	\$ 375,512	\$ (29,352)

NOTES TO FINANCIAL STATEMENTS

D. The provision for federal income tax incurred differs from the amount obtained by applying the federal statutory rate of 21 percent for 2018 and 35 percent for 2017 to pre-tax net income, as shown below:

	Year Ended December 31			
	2018		2017	
Provision Computed at Statutory Rate	\$ 291,454	21.0%	\$ 823,515	35.0%
Deferred Tax Asset Remeasurement	—	—	355,993	15.1
Amortization of Reinsurance Gains	(75,369)	(5.4)	(139,826)	(5.9)
Interest Maintenance Reserve	(57,299)	(4.1)	(95,881)	(4.1)
Other	(19,854)	(1.5)	13,869	0.6
Total	\$ 138,932	10.0%	\$ 957,670	40.7%
Federal Income Tax Incurred	\$ 171,255	12.3%	\$ 497,194	21.1%
Tax Effect of Unrealized Gains (Losses)	(677)	—	2,303	0.1
Change in Net Deferred Income Tax	(31,646)	(2.3)	458,173	19.5
Total Statutory Income Tax	\$ 138,932	10.0%	\$ 957,670	40.7%

E. As of December 31, 2018 and 2017, the tax related balances due from (to) Unum Group were \$52,331 and \$(12,753), respectively.

Income tax expense for 2018, 2017, and 2016 that is available for recoupment in the event of future net losses is as follows:

Year	Ordinary	Capital	Total
2018	\$ —	\$ 9,354	\$ 9,354
2017	—	22,688	22,688
2016	—	22,317	22,317
Total	\$ —	\$ 54,359	\$ 54,359

F. The Company’s federal income tax return is consolidated with the following entities:

Unum Group (ultimate parent company), Unum Life Insurance Company of America, First Unum Life Insurance Company, Northwind Reinsurance Company, Colonial Life & Accident Insurance Company, Provident Life and Accident Insurance Company, Provident Life and Casualty Insurance Company, The Paul Revere Life Insurance Company, Duncanson & Holt, Inc., Duncanson & Holt Services, Inc., Fairwind Insurance Company, H&J Capital, L.L.C., Starmount Insurance Agency, Inc., AlwaysCare Benefits, Inc., LeaveLogic, Inc., and Jaimini Health, Inc.

The Company is party to a written tax sharing agreement with the consolidated group members listed above. The agreement provides that the portion of the consolidated tax liability allocated to the Company is based on its separate return tax liability. Under the agreement, additional tax benefits are allocated to the Company for its portion of net operating losses and tax credit carryforwards in the year they are used by the consolidated group.

Tax years subsequent to 2014 remain subject to examination by tax authorities in the U.S.

G. The Company does not anticipate a significant increase to a loss contingency for income taxes in the next 12 months.

10. Information Concerning Parent, Subsidiaries, Affiliates, and Other Related Parties

A. Nature of the Relationship: Unum Insurance Company, a wholly-owned subsidiary of Unum Group. See Schedule Y - Part 1 for a complete listing of affiliates.

B. & C.
During 2018 and 2017, the Company paid no dividends.

NOTES TO FINANCIAL STATEMENTS

The short-term, intercompany lending activities of the Company are listed below:

Borrowing Entity	Lending Entity	Date Borrowed	Amount Borrowed	Date Repaid	Interest Paid
The Company	Unum Group	06/12/18	\$ 800,000	06/15/18	\$ 126
		09/28/18	2,000,000	10/15/18	2,097
		10/15/18	1,900,000	10/16/18	122
		10/16/18	1,300,000	10/31/18	1,273
		10/31/18	800,000	11/15/18	797
		11/15/18	800,000	11/28/18	716
		11/28/18	500,000	12/14/18	622

- D. At December 31, 2018, borrowed money consisted of \$1,000,000 due to Unum Group with an interest rate of 2.96 percent and a maturity date of January 14, 2019. The debt plus interest was repaid in full on January 14, 2019.
- Amounts reported on pages 2 and 3 herein as receivables from or payables to parent, subsidiaries, and affiliates result from normal, ongoing business processes and are settled in full on a monthly basis.
- E. Not applicable
- F. The Company receives from its affiliates certain administrative, investment, and actuarial services, the cost of which was negotiated in an arm’s-length transaction.
- G. All outstanding shares of the Company are owned by Unum Group, a non-insurance holding company incorporated in Delaware. Various other affiliates are under the ownership of Unum Group, but all transactions between affiliates are arm’s-length in nature and do not result in the operating results or financial position of the Company being significantly different from those that would have been obtained if the enterprises were autonomous.
- H. Not applicable
- I. Not applicable
- J. Not applicable
- K. Not applicable
- L. Not applicable
- M. Not applicable
- N. Not applicable
- O. Not applicable

11. Debt

- A. At December 31, 2018, borrowed money consisted of \$1,000,000 due to Unum Group with an interest rate of 2.96 percent and a maturity date of January 14, 2019, at which time the debt plus interest was repaid in full.
- At December 31, 2017, the Company had no outstanding liability for borrowed money.
- B. Not applicable

12. Retirement Plans, Deferred Compensation, Postemployment Benefits and Compensated Absences and Other Postretirement Benefit Plans

- A. Not applicable
- B. Not applicable
- C. Not applicable
- D. Not applicable
- E. Not applicable
- F. Not applicable

NOTES TO FINANCIAL STATEMENTS

- G. The Company purchases services from its affiliates in accordance with an intercompany cost sharing arrangement. There is no material obligation on the part of the Company beyond the amounts paid as part of the cost of services purchased.
- H. Not applicable
- I. Not applicable

13. Capital and Surplus, Shareholders’ Dividend Restrictions and Quasi-Reorganizations

- (1) The Company has 500,000 shares authorized, issued and outstanding. Par value is \$5 per share.
- (2) The Company has no preferred stock outstanding.
- (3) The maximum amount of dividends which can be paid to shareholders by Maine domiciled insurance companies without prior approval by the Bureau is subject to restrictions relating to (i) the greater of 10 percent of an insurer's surplus as regards policyholders as of the preceding year end or the net gain from operations of the preceding year, (ii) dividends being declared within five years after any acquisition of control of a domestic insurer or its ultimate controlling person (unless approved by a number of continuing directors equal to a majority of the directors in office immediately preceding that acquisition of control), and (iii) payment not being made entirely from unassigned funds, where 50 percent of the net of unrealized capital gains and unrealized capital losses, reduced, but not to less than zero, by that portion of the asset valuation reserve attributable to equity investments, must be excluded from the calculation of unassigned funds.
- (4) During 2018 and 2017, the Company paid no dividends.
- (5) The portion of the Company’s profits that may be payable as ordinary dividends to its stockholders is a function of the dividend restriction previously noted.
- (6) Not applicable
- (7) Not applicable
- (8) Not applicable
- (9) Not applicable
- (10) The Company's unassigned funds (surplus) represented by cumulative unrealized gains was \$14,815 as of December 31, 2018.
- (11) Not applicable
- (12) Not applicable
- (13) Not applicable

14. Liabilities, Contingencies and Assessments

- A. Not applicable
- B. Assessments
 - (1) The Company accrues in its financial statements estimates of guaranty fund assessments based on known insolvencies and historical Company state participation levels. A corresponding receivable is recorded for amounts estimated to be recoverable through future state premium tax offsets. Based on notifications the Company has received regarding the insolvency of various external companies, the Company recognized a liability in previous years, the balance of which is \$8,753 at December 31, 2018. The Company cannot determine the periods over which the assessments are expected to be paid.
 - (2) The change in the guaranty asset balance summarized below reflects estimated premium tax offsets of new insolvencies accrued for during 2018, revised estimated premium tax offsets for existing insolvencies based on revised estimated cost information provided by the National Organization of Life and Health Guaranty Associations, and an adjustment for premium tax offsets used.

NOTES TO FINANCIAL STATEMENTS

Rollforward of Related Asset	December 31, 2018
a. Assets recognized from paid and accrued premium tax offsets and policy surcharges prior year-end	\$ 37,351
b. Decreases current year:	
Premium tax offset applied	12,118
c. Increases current year:	
Change in cost estimate	2,254
d. Assets recognized from paid and accrued premium tax offsets and policy surcharges current year-end	<u>\$ 27,487</u>

(3) Not applicable

C. Not applicable

D. The Company had no claims related extra contractual obligation losses or bad faith losses stemming from lawsuits.

E. Not applicable

F. Various lawsuits against Unum Group have arisen in the normal course of business. Further, state insurance regulatory authorities and other federal and state authorities regularly make inquiries and conduct investigations concerning Unum Group’s compliance with applicable insurance and other laws and regulations. Contingent liabilities that might arise from such litigation incurred in the normal course of business are not deemed likely to materially adversely affect the Company’s financial position or results of operations in a period, depending on its results of operations for the particular period.

Given the complexity and scope of Unum Group’s litigation and regulatory matters, it is not possible to predict the ultimate outcome of all pending investigations or legal proceedings or provide reasonable estimates of potential losses, except where noted in connection with specific matters. It is possible that the Company’s results of operations or cash flows in a particular period could be materially affected by an ultimate unfavorable outcome of pending litigation or regulatory matters depending, in part, on the Company’s results of operations or cash flows for the particular period. Unum Group believes, however, that the ultimate outcome of all pending litigation and regulatory matters, after consideration of applicable reserves and rights to indemnification, should not have a material adverse effect on the Company’s financial position.

15. Leases

The Company is not involved in any material lease agreements.

16. Information About Financial Instruments With Off-Balance Sheet Risk and Financial Instruments With Concentrations of Credit Risk

Not applicable

17. Sale, Transfer and Servicing of Financial Assets and Extinguishments of Liabilities

Not applicable

18. Gain or Loss to the Reporting Entity from Uninsured Plans and the Uninsured Portion of Partially Insured Plans

Not applicable

19. Direct Premium Written/Produced by Managing General Agents/Third Party Administrators

There were no direct premiums written through managing general agents and third party administrators for the year ending December 31, 2018.

20. Fair Value Measurements

The fair values of the Company’s financial instruments are categorized into a three-level classification. The lowest level input that is significant to the fair value measurement of a financial instrument is used to categorize the instrument and reflects the judgment of management. The valuation criterion for each level is summarized as follows:

- Level 1 - Inputs are unadjusted and represent quoted prices in active markets for identical assets or liabilities at the measurement date.
- Level 2 - Inputs (other than quoted prices included in Level 1) are either directly or indirectly observable for the asset or liability through correlation with market data at the measurement date and for the duration of the instrument’s anticipated

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

life. Level 2 inputs include, for example, indicative prices obtained from brokers or pricing services validated to other observable market data and quoted prices for similar assets or liabilities.

- Level 3 - Inputs reflect the Company’s best estimate of what market participants would use in pricing the asset or liability at the measurement date. Financial assets and liabilities categorized as Level 3 are generally based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. The inputs reflect the Company’s estimates about the assumptions that market participants would use in pricing the instrument in a current period transaction.

See section C for further discussion of the Company’s valuation methods and techniques.

A.

(1) Fair value measurements for assets carried at fair value at December 31, 2018 are as follows:

	(Level 1)	(Level 2)	(Level 3)	Net Asset Value (NAV)	Total
a. Assets at Fair Value					
Separate account assets	\$ 1,901,281	\$ —	\$ —	\$ —	\$ 1,901,281
b. Not applicable					

There were no transfers between levels during the year ended December 31, 2018.

(2) Not applicable

(3) For fair value measurements of financial instruments that are transferred between levels, the Company reflects the transfers using the fair value at the beginning of the reporting period.

(4) Not applicable

(5) Not applicable

B. Not applicable

C. Presented as follows are the fair values, admitted values and categorization by input level of financial instruments held at the reporting date. The admitted values of financial instruments such as cash and cash equivalents, accounts receivable, accrued investment income, and short-term payables approximate fair value due to the short-term nature of the instruments. As such, these financial instruments are not included in the following charts. Certain prior year amounts have been reclassified to conform to current year presentation.

December 31, 2018							
Type of Financial Instrument	Aggregate Fair Value	Admitted Values	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Admitted Assets							
Bonds	\$ 57,010,529	\$ 56,595,226	\$ 1,958,780	\$ 55,051,749	\$ —	\$ —	\$ —
Other Invested Assets	1,407,275	1,407,275	—	—	—	1,407,275	—
Separate Accounts	1,901,281	1,901,281	1,901,281	—	—	—	—
December 31, 2017							
Type of Financial Instrument	Aggregate Fair Value	Admitted Values	Level 1	Level 2	Level 3	Net Asset Value (NAV)	Not Practicable (Carrying Value)
Admitted Assets							
Bonds	\$ 55,735,756	\$ 53,143,913	\$ 5,149,078	\$ 50,586,678	\$ —	\$ —	\$ —
Other Invested Assets	1,410,501	1,410,501	—	—	—	1,410,501	—
Separate Accounts	2,481,905	2,481,905	2,481,905	—	—	—	—

The following methods and assumptions were used in estimating the fair values of the Company’s financial instruments.

Bonds: Fair values are based on quoted market prices, where available. For bonds not actively traded, fair values are estimated using values obtained from independent pricing services. For private placements, fair values are estimated using internally prepared valuations combining matrix pricing with vendor purchased software programs, including valuations based on estimates of future profitability. Additionally, the Company obtains prices from independent third-party brokers to establish valuations for certain of these securities.

Other Invested Assets: The Company reports investments in private equity partnerships at its share of the partnerships' net asset value or its equivalent (NAV) based on the underlying audited GAAP equity of the investee. NAV is utilized as a practical expedient for fair value disclosure.

Separate Accounts: The Company's separate account investments consist of publicly traded common stocks with fair values determined by a national stock exchange.

Fair values for the Company's insurance contracts other than investment contracts are not required to be disclosed. However, the fair values of liabilities under all insurance contracts are taken into consideration in the Company's overall management of interest rate risk, which minimizes exposure to changing interest rates through the matching of investment maturities with amounts due under insurance contracts.

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date and, therefore, represents an exit price, not an entry price. The exit price objective applies regardless of a reporting entity's intent and/or ability to sell the asset or transfer the liability at the measurement date.

The degree of judgment utilized in measuring the fair value of financial instruments generally correlates to the level of pricing observability. Financial instruments with readily available active quoted prices or for which fair value can be measured from actively quoted prices in active markets generally have more pricing observability and less judgment utilized in measuring fair value. An active market for a financial instrument is a market in which transactions for an asset or a similar asset occur with sufficient frequency and volume to provide pricing information on an ongoing basis. A quoted price in an active market provides the most reliable evidence of fair value and should be used to measure fair value whenever available. Conversely, financial instruments rarely traded or not quoted have less observability and are measured at fair value using valuation techniques that require more judgment. Pricing observability is generally impacted by a number of factors, including the type of financial instrument, whether the financial instrument is new to the market and not yet established, the characteristics specific to the transaction, and overall market conditions.

Valuation techniques used for assets and liabilities accounted for at fair value are generally categorized into three types. The market approach uses prices and other relevant information from market transactions involving identical or comparable assets or liabilities. The income approach converts future amounts, such as cash flows or earnings, to a single present amount, or a discounted amount. The cost approach is based upon the amount that currently would be required to replace the service capacity of an asset, or the current replacement cost.

The Company uses valuation techniques that are appropriate in the circumstances and for which sufficient data are available that can be obtained without undue cost and effort. In some cases, a single valuation technique will be appropriate (for example, when valuing an asset or liability using quoted prices in an active market for identical assets or liabilities). In other cases, multiple valuation techniques will be appropriate. If the Company uses multiple valuation techniques to measure fair value, it evaluates and weighs the results, as appropriate, considering the reasonableness of the range indicated by those results. A fair value measurement is the point within that range that is most representative of fair value in the circumstances.

The selection of the valuation method(s) to apply considers the definition of an exit price and depends on the nature of the asset or liability being valued. The Company generally uses valuation techniques consistent with the market approach, and to a lesser extent, the income approach. The Company believes the market approach valuation technique provides more observable data than the income approach, considering the type of investments the Company holds. The Company's fair value measurements could differ significantly based on the valuation technique and available inputs. When using a pricing service, the Company obtains the vendor's pricing documentation to ensure the Company understands their methodologies. The Company periodically reviews and approves the selection of its pricing vendors to ensure the Company is in agreement with their current methodologies. When markets are less active, brokers may rely more on models with inputs based on the information available only to the broker. The Company's internal investment management professionals, which include portfolio managers and analysts, monitor securities priced by brokers and evaluate their prices for reasonableness based on benchmarking to available primary and secondary market information. In weighing a broker quote as an input to fair value, the Company places less reliance on quotes that do not reflect the result of market transactions. The Company also considers the nature of the quote, particularly whether the quote is a binding offer. If prices in an inactive market do not reflect current prices for the same or similar assets, adjustments may be necessary to arrive at fair value. When relevant market data is unavailable, which may be the case during periods of market uncertainty, the income approach can, in suitable circumstances, provide a more appropriate fair value. During 2018, the Company has applied valuation techniques on a consistent basis to similar assets and liabilities and consistent with those techniques used at year end 2017.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

The Company uses observable and unobservable inputs in measuring the fair value of its financial instruments. Inputs that may be used include the following:

- Broker market maker prices and price levels
- Trade Reporting and Compliance Engine (TRACE) pricing
- Prices obtained from external pricing services
- Benchmark yields (Treasury and interest rate swap curves)
- Transactional data for new issuance and secondary trades
- Security cash flows and structures
- Recent issuance/supply
- Sector and issuer level spreads
- Security credit ratings/maturity/capital structure/optionality
- Corporate actions
- Underlying collateral
- Prepayment speeds/loan performance/delinquencies/weighted average life/seasoning
- Public covenants
- Comparative bond analysis
- Relevant reports issued by analysts and rating agencies
- Audited financial statements

The management of the Company’s investment portfolio includes establishing pricing policy and reviewing the reasonableness of sources and inputs used in developing pricing. The Company reviews all prices obtained to ensure they are consistent with a variety of observable market inputs and to verify the validity of a security’s price. In the event the Company receives a vendor’s market price that does not appear reasonable based on its market analysis, the Company may challenge the price and request further information about the assumptions and methodologies used by the vendor to price the security. The Company may change the vendor price based on a better data source such as an actual trade. The Company also reviews all price changes from the prior month which fall outside a predetermined corridor. The overall valuation process for determining fair values may include adjustments to valuations obtained from the Company’s pricing sources when they do not represent a valid exit price. These adjustments may be made when, in the Company’s judgment and considering its knowledge of the financial conditions and industry in which the issuer operates, certain features of the financial instrument require that an adjustment be made to the value originally obtained from the Company’s pricing sources. These features may include the complexity of the financial instrument, the market in which the financial instrument is traded, credit structure, concentration, or liquidity. Additionally, an adjustment to the price derived from a model typically reflects the Company’s judgment of the inputs that other participants in the market for the financial instrument being measured at fair value would consider in pricing that same financial instrument. In the event an asset is sold, the Company tests the validity of the fair value determined by its valuation techniques by comparing the selling price to the fair value determined for the asset in the immediately preceding month end reporting period closest to the transaction date.

The parameters and inputs used to validate a price on a security may be adjusted for assumptions about risk and current market conditions on a quarter to quarter basis, as certain features may be more significant drivers of valuation at the time of pricing. Changes to inputs in valuations are not changes to valuation methodologies; rather, the inputs are modified to reflect direct or indirect impacts on asset classes from changes in market conditions.

Certain of the Company’s investments may not have readily determinable market prices and/or observable inputs or may at times be affected by the lack of market liquidity. For these securities, the Company uses internally prepared valuations combining matrix pricing with vendor purchased software programs, including valuations based on estimates of future profitability, to estimate the fair value. Additionally, the Company may obtain prices from independent third-party brokers to aid in establishing valuations for certain of these securities. Key assumptions used to determine fair value for these securities include risk free interest rates, risk premiums, performance of underlying collateral (if any), and other factors involving significant assumptions which may or may not reflect those of an active market.

The Company considers transactions in inactive or disorderly markets to be less representative of fair value. The Company uses all available observable inputs when measuring fair value, but when significant other unobservable inputs and adjustments are necessary, these assets or liabilities are classified as Level 3.

- D. Not applicable
- E. Investments in private equity partnerships represent funds that are primarily invested in private credit. These partnerships employ various investment strategies, generally providing direct lending or other forms of debt financing including first-lien, second-lien, mezzanine, and subordinated loans. The limited partnerships have credit exposure to corporates, physical assets, and/or financial assets within a variety of industries (including manufacturing, healthcare, energy, business services, technology, materials, and retail) in North America and, to a lesser extent, outside of North America. Distributions received from the investments in private equity partnerships arise from income generated by the underlying investments as well as the liquidation of the underlying investments. There is generally not a public market for these investments.

The following table presents additional information about investments in private equity partnerships as of December 31, 2018, including commitments for additional investments which may or may not be funded:

Investment Category	Net Asset Value (NAV)	Redemption Term / Redemption Notice	Unfunded Commitments
Private credit	\$ 1,407,275	Not redeemable	\$ —

The Company receives periodic distributions from its investments in private equity partnerships through the liquidation of the underlying assets of the investee. The Company estimates these investments will provide distributions over the next 15 years, until all underlying assets are liquidated.

21. Other Items

- A. Not applicable
- B. Not applicable
- C. Not applicable
- D. Not applicable
- E. Not applicable

F. Subprime Mortgage Related Risk Exposure

- (1) At December 31, 2018, the Company held no investments with subprime mortgage risk exposure. The Company’s definition of subprime mortgages is based primarily on the underlying credit scores of the loans, specifically the FICO score. To ensure proper mitigation of subprime mortgage risk, the Company’s investment strategy is to avoid purchasing any investments with subprime exposure. Risk assessment is performed and analyzed prior to the purchase of any mortgage-backed securities to ensure the transaction is in compliance with the Company’s policy to avoid subprime mortgage risk exposure.
- (2) Not applicable
- (3) Not applicable
- (4) Not applicable

G. Retained Assets

- (1) The number and amount of retained asset accounts described below represent payments of life insurance proceeds which are retained by the Company within the general account. These accounts are reported in the annual statement as cash and supplemental contracts without life contingencies. The accountholder has the full and unfettered right to withdraw funds in whole or in part at whatever time he or she wishes, except that, in the event that the amount in the account falls below \$250, a payment is made to the accountholder for the current balance in the account, and the account is closed. During 2018, accountholders were credited interest equal to 0.25 percent annual interest compounded on a monthly basis from the date on which the account was created. The retained asset account is not the Company's default method of settling life claims unless the beneficiary has not reached the age of majority at the time the benefit is settled.
- (2) Aging of retained asset accounts is as follows:

Aging	In Force			
	December 31, 2018		December 31, 2017	
	Number	Balance	Number	Balance
a. Up to and including 12 Months	—	\$ —	—	\$ —
b. 13 to 24 Months	—	—	—	—
c. 25 to 36 Months	—	—	—	—
d. 37 to 48 Months	—	—	—	—
e. 49 to 60 Months	—	—	—	—
f. Over 60 Months	1	11,336	1	11,307
g. Total Inforce	1	\$ 11,336	1	\$ 11,307

NOTES TO FINANCIAL STATEMENTS

(3) Changes in retained asset accounts for the year ended December 31, 2018 are as follows:

	Individual		Group	
	Number	Balance/Amount	Number	Balance/Amount
a. Number/balance of retained asset accounts at the beginning of the year	1	\$ 11,307	—	\$ —
b. Number/amount of retained asset accounts issued/added during the year	—	—	—	—
c. Investment earnings credited to retained asset accounts during the year	NA	29	NA	—
d. Fees and other charges assessed to retained asset accounts during the year	NA	—	NA	—
e. Number/amount of retained asset accounts transferred to state unclaimed property funds during the year	—	—	—	—
f. Number/amount of retained asset accounts closed/withdrawn during the year	—	—	—	—
g. Number/balance of retained asset accounts at the end of the year	1	\$ 11,336	—	\$ —

H. Not applicable

22. Events Subsequent

Subsequent events were evaluated through the time at which the financial statements were issued on February 20, 2019. The Company is not aware of any events subsequent to December 31, 2018 that could have a material effect on its financial condition.

23. Reinsurance

A. Ceded Reinsurance Report

Section 1 - General Interrogatories

1. Are any of the reinsurers, listed in Schedule S as non-affiliated, owned in excess of 10 percent or controlled, either directly or indirectly, by the company or by any representative, officer, trustee, or director of the company?

Yes ()

No (X)

If yes, give full details.
2. Have any policies issued by the company been reinsured with a company chartered in a country other than the United States (excluding U.S. Branches of such companies) that is owned in excess of 10 percent or controlled directly or indirectly by an insured, a beneficiary, a creditor or an insured or any other person not primarily engaged in the insurance business?

Yes ()

No (X)

If yes, give full details.

Section 2 - Ceded Reinsurance Report - Part A

1. Does the company have any reinsurance agreements in effect under which the reinsurer may unilaterally cancel any reinsurance for reasons other than for nonpayment of premium or other similar credits?

Yes ()

No (X)

a. If yes, what is the estimated amount of the aggregate reduction in surplus of a unilateral cancellation by the reinsurer as of the date of this statement, for those agreements in which cancellation results in a net obligation of the company to the reinsurer, and for which such obligation is not presently accrued? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate. \$_____

b. What is the total amount of reinsurance credits taken, whether as an asset or as a reduction of liability, for these agreements in this statement? \$_____

NOTES TO FINANCIAL STATEMENTS

2. Does the company have any reinsurance agreements in effect such that the amount of losses paid or accrued through the statement date may result in a payment to the reinsurer of amounts that, in aggregate and allowing for offset of mutual credits from other reinsurance agreements with the same reinsurer, exceed the total direct premium collected under the reinsured policies?

Yes ()

No (X)

If yes, give full details.

Section 3 - Ceded Reinsurance Report - Part B

1. What is the estimated amount of the aggregate reduction in surplus, (for agreements other than those under which the reinsurer may unilaterally cancel for reasons other than for nonpayment of premium or other similar credits that are reflected in Section 2 above) of termination of ALL reinsurance agreements, by either party, as of the date of this statement? Where necessary, the company may consider the current or anticipated experience of the business reinsured in making this estimate.

None

2. Have any new agreements been executed or existing agreements amended, since January 1 of the year of this statement, to include policies or contracts that were in force or which had existing reserves established by the company as of the effective date of the agreement?

Yes ()

No (X)

If yes, what is the amount of reinsurance credits, whether an asset or a reduction of liability, taken for such new agreements or amendments? \$ _____

- ### B. Uncollectible Reinsurance

Not applicable

- ### C. Commutation of Ceded Reinsurance

Not applicable

- #### D. Certified Reinsurer Rating Downgrade or Status Subject to Revocation

Not applicable

- E. Not applicable

- F. Not applicable

- G. Not applicable

24. Retrospectively Rated Contracts & Contracts Subject to Redetermination

Not applicable

25. Change in Incurred Losses and Loss Adjustment Expenses

- A. Not applicable

- B. The liability for unpaid losses and loss adjustment expenses was first established in 2018 due to the introduction of a new group accident and health product, as such, there were no changes during the year related to prior year amounts.

26. Intercompany Pooling Arrangements

Not applicable

27. Structured Settlements

Not applicable

28. Health Care Receivables

Not applicable

29. Participating Policies

NOTES TO FINANCIAL STATEMENTS

Not applicable

30. Premium Deficiency Reserves

1. Liability Carried for Premium Deficiency Reserves	\$0
2. Date of the Most Recent Evaluation of this Liability	<u>12/31/2018</u>
3. Was Anticipated Investment Income Utilized in the Calculation?	<u>Yes</u>

31. Reserves for Life Contracts and Annuity Contracts

- (1) Principally, the Company waives deduction of deferred fractional premiums upon death of the insured and returns any portion of the final premium beyond the date of death. Surrender values are not promised in excess of legally computed reserves.
- (2) The extra reserve on annual premium policies subject to an extra premium is one-half the extra annual gross premium. The extra reserve for single premium policies subject to an extra premium is one-half the extra gross single premium. The rating-up in age method and liens are not used by the Company.
- (3) As of December 31, 2018, the Company had no insurance in force for which the gross premiums are less than the net premiums according to the standard valuation required by the State of Maine.
- (4) The tabular interest, tabular less actual reserve released, and tabular cost have each been determined by formula as described in the instructions.
- (5) For the determination of tabular interest on supplemental contracts and dividend accumulations not involving life contingencies, the tabular interest is determined by formula as described in the instructions. Tabular interest on deposit funds other than supplemental contracts and dividend accumulations is determined using actual interest credited and/or accrued to the funds.
- (6) There were no other material reserve changes.

NOTES TO FINANCIAL STATEMENTS

32. Analysis of Annuity Actuarial Reserves and Deposit-Type Liabilities by Withdrawal Characteristics

	General Account	Separate Account with Guarantees	Separate Account Nonguaranteed	Total	Percent of Total
A. Subject to discretionary withdrawal:					
(1) With market value adjustment	\$ —	\$ —	\$ —	\$ —	—%
(2) At book value less current surrender charge of 5% or more	—	—	—	—	—
(3) At fair value	—	—	390,750	390,750	0.1
(4) Total with market value adjustment or at fair value	—	—	390,750	390,750	0.1
(5) At book value without adjustment (minimal or no charge or adjustment)	434,228,936	—	—	434,228,936	97.7
B. Not subject to discretionary withdrawal	8,527,227	—	1,487,424	10,014,651	2.2
C. Total (Gross: Direct + Assumed)	442,756,163	—	1,878,174	444,634,337	100.0%
D. Reinsurance ceded	437,469,668	—	—	437,469,668	
E. Total (net) * (C) – (D)	\$ 5,286,495	\$ —	\$ 1,878,174	\$ 7,164,669	

*Reconciliation of total annuity reserves and deposit fund liabilities

F. Life & Accident & Health Annual Statement:	Amount
1. Exhibit 5, Annuities Section, Total (net)	\$ —
2. Exhibit 5, Supplementary Contracts with Life Contingencies Section, Total (net)	—
3. Exhibit 7, Deposit-Type Contracts, Line 14, Column 1	5,286,495
4. Subtotal	5,286,495

Separate Accounts Annual Statement:

5. Exhibit 3, Line 0299999, Column 2	1,487,424
6. Exhibit 3, Line 0399999, Column 2	—
7. Policyholder Dividend and Coupon Accumulations	—
8. Policyholder Premiums	—
9. Guaranteed Interest Contracts	—
10. Other Contract Deposit Funds	390,750
11. Subtotal	1,878,174
12. Combined Total	\$ 7,164,669

33. Premium & Annuity Considerations Deferred and Uncollected

Not applicable

34. Separate Accounts

A. Separate Account Activity:

- (1) Separate accounts held by the Company represent variable annuity contract funds which the Company invests in pooled investment securities on behalf of the accounts’ contractholders.

In accordance with the domiciliary state procedures for approving items within the separate account, the separate account classification of the variable annuity contract funds are supported by Maine Insurance Code 24-A s 2537.

NOTES TO FINANCIAL STATEMENTS

- (2) All assets within the separate account are legally insulated from the general account. The legal insulation of the separate account assets prevents such assets from being generally available to satisfy claims resulting from the general account.
- (3) As discussed in section B below, there are certain guarantees associated with the separate account. As of December 31, 2018, the general account of the Company had a maximum guarantee for separate account liabilities of \$19,845. To compensate the general account for the risk taken, the separate account paid risk charges as follows for the past five years:

a. 2018	<u>\$ 22,880</u>
b. 2017	<u>\$ 23,180</u>
c. 2016	<u>\$ 22,095</u>
d. 2015	<u>\$ 24,044</u>
e. 2014	<u>\$ 24,256</u>

The general account of the Company did not pay any amounts to contractholders due to separate account guarantees during the years ended December 31, 2014 through 2018.

- (4) Not applicable

B. General Nature and Characteristics of Separate Accounts Business:

The variable annuity contract funds held in the separate accounts are of a nonguaranteed return nature. The net investment experience of the separate accounts is credited directly to the contractholder and can be positive or negative. These variable annuities generally provide an incidental death benefit of the greater of account value or premium paid. The separate account also provides a mortality guarantee, such that contractholders that have annuitized are guaranteed they will continue to receive annuity benefits if they live longer than actuarially projected.

NOTES TO FINANCIAL STATEMENTS

Information regarding the separate account of the Company is as follows:

	Index	Nonindexed Guarantee Less than/equal to 4%	Nonindexed Guarantee More than 4%	Nonguaranteed Separate Accounts	Total
(1) Premiums, considerations or deposits for the year ended 12/31/18	\$ —	\$ —	\$ —	\$ —	\$ —
Reserves at 12/31/18					
(2) For accounts with assets at:					
a. Fair value	\$ —	\$ —	\$ —	\$ 1,878,174	\$ 1,878,174
b. Amortized cost	—	—	—	—	—
c. Total Reserves*	\$ —	\$ —	\$ —	\$ 1,878,174	\$ 1,878,174
(3) By withdrawal characteristics:					
a. Subject to discretionary withdrawal					
1. With market value adjustment	\$ —	\$ —	\$ —	\$ —	\$ —
2. At book value without market value adjustment and with current surrender charge of 5% or more	—	—	—	—	—
3. At fair value	—	—	—	1,878,174	1,878,174
4. At book value without market value adjustment and with current surrender charge less than 5%	—	—	—	—	—
5. Subtotal	—	—	—	1,878,174	1,878,174
b. Not subject to discretionary withdrawal	—	—	—	—	—
c. Total	\$ —	\$ —	\$ —	\$ 1,878,174	\$ 1,878,174
* Line 2(c) should equal Line 3(c).					
(4) Reserves for Asset Default Risk in Lieu of AVR	\$ —	\$ —	\$ —	\$ —	\$ —

C. Reconciliation of Net Transfers To or (From) Separate Accounts:

(1) a. Transfers to Separate Accounts (Page 4, Line 1.4)	\$ —
b. Transfers from Separate Accounts (Page 4, Line 10)	622,870
c. Net transfers to or (From) Separate Accounts (a) – (b)	(622,870)
(2) Reconciling Adjustments:	
a. Net Contractholder distributions	622,870
(3) Transfers as Reported in the Summary of Operations of the Life, Accident & Health Annual Statement (1c) + (2) = (Page 4, Line 26)	\$ —

35. Loss/Claim Adjustment Expenses

The Company did not have a liability for unpaid accident and health claim adjustment expenses as of December 31, 2018.

The Company incurred and paid \$26,880 of claim adjustment expenses during 2018, none of which was attributable to insured or covered events of prior years. The Company did not increase or decrease the provision for insured events of prior years.

The Company took into account estimated anticipated salvage and subrogation in its determination of the liability for unpaid claims/losses. There was no material value to the estimated salvage and subrogation.

GENERAL INTERROGATORIES

PART 1 - COMMON INTERROGATORIES
GENERAL

1.1

Is the reporting entity a member of an Insurance Holding Company System consisting of two or more affiliated persons, one or more of which is an insurer?
If yes, complete Schedule Y, Parts 1, 1A and 2

Yes ☒ No ☐

1.2

If yes, did the reporting entity register and file with its domiciliary State Insurance Commissioner, Director or Superintendent, or with such regulatory official of the state of domicile of the principal insurer in the Holding Company System, a registration statement providing disclosure substantially similar to the standards adopted by the National Association of Insurance Commissioners (NAIC) in its Model Insurance Holding Company System Regulatory Act and model regulations pertaining thereto, or is the reporting entity subject to standards and disclosure requirements substantially similar to those required by such Act and regulations?

Yes ☒ No ☐ N/A ☐

1.3

State Regulating?

Maine

1.4

Is the reporting entity publicly traded or a member of a publicly traded group?

Yes ☒ No ☐

1.5

If the response to 1.4 is yes, provide the CIK (Central Index Key) code issued by the SEC for the entity/group.

0000005513

2.1

Has any change been made during the year of this statement in the charter, by-laws, articles of incorporation, or deed of settlement of the reporting entity?

Yes ☐ No ☒

2.2

If yes, date of change:

3.1

State as of what date the latest financial examination of the reporting entity was made or is being made.

12/31/2013

3.2

State the as of date that the latest financial examination report became available from either the state of domicile or the reporting entity. This date should be the date of the examined balance sheet and not the date the report was completed or released.

12/31/2013

3.3

State as of what date the latest financial examination report became available to other states or the public from either the state of domicile or the reporting entity. This is the release date or completion date of the examination report and not the date of the examination (balance sheet date).

05/28/2015

3.4

By what department or departments?
Massachusetts

3.5

Have all financial statement adjustments within the latest financial examination report been accounted for in a subsequent financial statement filed with Departments?

Yes ☐ No ☐ N/A ☒

3.6

Have all of the recommendations within the latest financial examination report been complied with?

Yes ☐ No ☐ N/A ☒

4.1

During the period covered by this statement, did any agent, broker, sales representative, non-affiliated sales/service organization or any combination thereof under common control (other than salaried employees of the reporting entity), receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.11 sales of new business?
4.12 renewals?

Yes ☐ No ☒
Yes ☐ No ☒

4.2

During the period covered by this statement, did any sales/service organization owned in whole or in part by the reporting entity or an affiliate, receive credit or commissions for or control a substantial part (more than 20 percent of any major line of business measured on direct premiums) of:
4.21 sales of new business?
4.22 renewals?

Yes ☐ No ☒
Yes ☐ No ☒

5.1

Has the reporting entity been a party to a merger or consolidation during the period covered by this statement?
If yes, complete and file the merger history data file with the NAIC.

Yes ☐ No ☒

5.2

If yes, provide the name of the entity, NAIC Company Code, and state of domicile (use two letter state abbreviation) for any entity that has ceased to exist as a result of the merger or consolidation.

1 Name of Entity	2 NAIC Company Code	3 State of Domicile
.....		

6.1

Has the reporting entity had any Certificates of Authority, licenses or registrations (including corporate registration, if applicable) suspended or revoked by any governmental entity during the reporting period?

Yes ☐ No ☒

6.2

If yes, give full information:

7.1

Does any foreign (non-United States) person or entity directly or indirectly control 10% or more of the reporting entity?

Yes ☐ No ☒

7.2

If yes,
7.21 State the percentage of foreign control; %
7.22 State the nationality(s) of the foreign person(s) or entity(s) or if the entity is a mutual or reciprocal, the nationality of its manager or attorney-in-fact; and identify the type of entity(s) (e.g., individual, corporation or government, manager or attorney in fact).

1 Nationality	2 Type of Entity
.....

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

GENERAL INTERROGATORIES

- 8.1

Is the company a subsidiary of a bank holding company regulated by the Federal Reserve Board?

Yes [] No [X]
- 8.2

If response to 8.1 is yes, please identify the name of the bank holding company.
.....
- 8.3

Is the company affiliated with one or more banks, thrifts or securities firms?

Yes [] No [X]
- 8.4

If response to 8.3 is yes, please provide below the names and location (city and state of the main office) of any affiliates regulated by a federal regulatory services agency [i.e. the Federal Reserve Board (FRB), the Office of the Comptroller of the Currency (OCC), the Federal Deposit Insurance Corporation (FDIC) and the Securities Exchange Commission (SEC)] and identify the affiliate's primary federal regulator.

1	2	3	4	5	6
Affiliate Name	Location (City, State)	FRB	OCC	FDIC	SEC
.....				

9.

What is the name and address of the independent certified public accountant or accounting firm retained to conduct the annual audit?
Ernst & Young LLP
1110 Market Street, Suite 2016
Chattanooga TN 37402, USA
- 10.1

Has the insurer been granted any exemptions to the prohibited non-audit services provided by the certified independent public accountant requirements as allowed in Section 7H of the Annual Financial Reporting Model Regulation (Model Audit Rule), or substantially similar state law or regulation?

Yes [] No [X]
- 10.2

If the response to 10.1 is yes, provide information related to this exemption:
.....
- 10.3

Has the insurer been granted any exemptions related to the other requirements of the Annual Financial Reporting Model Regulation as allowed for in Section 18A of the Model Regulation, or substantially similar state law or regulation?

Yes [] No [X]
- 10.4

If the response to 10.3 is yes, provide information related to this exemption:
.....
- 10.5

Has the reporting entity established an Audit Committee in compliance with the domiciliary state insurance laws?

Yes [X] No [] N/A []
- 10.6

If the response to 10.5 is no or n/a, please explain
.....
11.

What is the name, address and affiliation (officer/employee of the reporting entity or actuary/consultant associated with an actuarial consulting firm) of the individual providing the statement of actuarial opinion/certification?
Marylou R. Murphy, FSA, MAAA Senior Vice President, Chief Actuary & Appointed Actuary 2211 Congress Street
Portland, ME 04122
- 12.1

Does the reporting entity own any securities of a real estate holding company or otherwise hold real estate indirectly?

Yes [] No [X]
- 12.11

Name of real estate holding company
- 12.12

Number of parcels involved
- 12.13

Total book/adjusted carrying value

\$
- 12.2

If, yes provide explanation:
.....
13.

FOR UNITED STATES BRANCHES OF ALIEN REPORTING ENTITIES ONLY:
- 13.1

What changes have been made during the year in the United States manager or the United States trustees of the reporting entity?
.....
- 13.2

Does this statement contain all business transacted for the reporting entity through its United States Branch on risks wherever located?

Yes [] No []
- 13.3

Have there been any changes made to any of the trust indentures during the year?

Yes [] No []
- 13.4

If answer to (13.3) is yes, has the domiciliary or entry state approved the changes?

Yes [] No [] N/A [X]
- 14.1

Are the senior officers (principal executive officer, principal financial officer, principal accounting officer or controller, or persons performing similar functions) of the reporting entity subject to a code of ethics, which includes the following standards?

Yes [X] No []
- (a)

Honest and ethical conduct, including the ethical handling of actual or apparent conflicts of interest between personal and professional relationships;
- (b)

Full, fair, accurate, timely and understandable disclosure in the periodic reports required to be filed by the reporting entity;
- (c)

Compliance with applicable governmental laws, rules and regulations;
- (d)

The prompt internal reporting of violations to an appropriate person or persons identified in the code; and
- (e)

Accountability for adherence to the code.
- 14.11

If the response to 14.1 is No, please explain:
.....
- 14.2

Has the code of ethics for senior managers been amended?

Yes [] No [X]
- 14.21

If the response to 14.2 is yes, provide information related to amendment(s).
.....
- 14.3

Have any provisions of the code of ethics been waived for any of the specified officers?

Yes [] No [X]
- 14.31

If the response to 14.3 is yes, provide the nature of any waiver(s).
.....

GENERAL INTERROGATORIES

- | | | | |
|---|---------------------------------|---|--------|
| 1 | 2 | 3 | 4 |
| American Bankers Association (ABA) Routing Number | Issuing or Confirming Bank Name | Circumstances That Can Trigger the Letter of Credit | Amount |
| | | | |

16.	Is the purchase or sale of all investments of the reporting entity passed upon either by the board of directors or a subordinate committee thereof?	Yes [X]	No []
17.	Does the reporting entity keep a complete permanent record of the proceedings of its board of directors and all subordinate committees thereof?	Yes [X]	No []
18.	Has the reporting entity an established procedure for disclosure to its board of directors or trustees of any material interest or affiliation on the part of any of its officers, directors, trustees or responsible employees that is in conflict with the official duties of such person?	Yes [X]	No []

19.	Has this statement been prepared using a basis of accounting other than Statutory Accounting Principles (e.g., Generally Accepted Accounting Principles)?		Yes []	No [X]
20.1	Total amount loaned during the year (inclusive of Separate Accounts, exclusive of policy loans):	20.11 To directors or other officers.....	\$	0
		20.12 To stockholders not officers.....	\$	0
		20.13 Trustees, supreme or grand (Fraternal Only)	\$	0
20.2	Total amount of loans outstanding at the end of year (inclusive of Separate Accounts, exclusive of policy loans):	20.21 To directors or other officers.....	\$	0
		20.22 To stockholders not officers.....	\$	0
		20.23 Trustees, supreme or grand (Fraternal Only)	\$	0
21.1	Were any assets reported in this statement subject to a contractual obligation to transfer to another party without the liability for such obligation being reported in the statement?		Yes []	No [X]
21.2	If yes, state the amount thereof at December 31 of the current year:	21.21 Rented from others.....	\$	
		21.22 Borrowed from others.....	\$	
		21.23 Leased from others	\$	
		21.24 Other	\$	
22.1	Does this statement include payments for assessments as described in the Annual Statement Instructions other than guaranty fund or guaranty association assessments?		Yes [X]	No []
22.2	If answer is yes:	22.21 Amount paid as losses or risk adjustment \$		1,991
		22.22 Amount paid as expenses	\$	
		22.23 Other amounts paid	\$	
23.1	Does the reporting entity report any amounts due from parent, subsidiaries or affiliates on Page 2 of this statement?		Yes [X]	No []
23.2	If yes, indicate any amounts receivable from parent included in the Page 2 amount:		\$	

24.01	Were all the stocks, bonds and other securities owned December 31 of current year, over which the reporting entity has exclusive control, in the actual possession of the reporting entity on said date? (other than securities lending programs addressed in 24.03).....	Yes []	No [X]
24.02	If no, give full and complete information relating thereto All other stocks and bonds are held in the company's custodial accounts at JPMorgan Chase Bank, New York, NY		
24.03	For security lending programs, provide a description of the program including value for collateral and amount of loaned securities, and whether collateral is carried on or off-balance sheet. (an alternative is to reference Note 17 where this information is also provided) N/A		
24.04	Does the Company's security lending program meet the requirements for a conforming program as outlined in the Risk-Based Capital Instructions?	Yes []	No [] N/A [X]
24.05	If answer to 24.04 is yes, report amount of collateral for conforming programs.	\$	
24.06	If answer to 24.04 is no, report amount of collateral for other programs.	\$	
24.07	Does your securities lending program require 102% (domestic securities) and 105% (foreign securities) from the counterparty at the outset of the contract?	Yes []	No [] N/A [X]
24.08	Does the reporting entity non-admit when the collateral received from the counterparty falls below 100%?	Yes []	No [] N/A [X]
24.09	Does the reporting entity or the reporting entity's securities lending agent utilize the Master Securities lending Agreement (MSLA) to conduct securities lending?	Yes []	No [] N/A [X]

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

GENERAL INTERROGATORIES

24.10 For the reporting entity’s security lending program state the amount of the following as December 31 of the current year:

24.101	Total fair value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$	
24.102	Total book adjusted/carrying value of reinvested collateral assets reported on Schedule DL, Parts 1 and 2.	\$	
24.103	Total payable for securities lending reported on the liability page.	\$	

25.1 Were any of the stocks, bonds or other assets of the reporting entity owned at December 31 of the current year not exclusively under the control of the reporting entity, or has the reporting entity sold or transferred any assets subject to a put option contract that is currently in force? (Exclude securities subject to Interrogatory 21.1 and 24.03).

Yes [X] No []

25.2	If yes, state the amount thereof at December 31 of the current year:	25.21 Subject to repurchase agreements	\$	
		25.22 Subject to reverse repurchase agreements	\$	
		25.23 Subject to dollar repurchase agreements	\$	
		25.24 Subject to reverse dollar repurchase agreements	\$	
		25.25 Placed under option agreements	\$	
		25.26 Letter stock or securities restricted as to sale - excluding FHLB Capital Stock	\$	
		25.27 FHLB Capital Stock	\$	
		25.28 On deposit with states	\$	2,524,250
		25.29 On deposit with other regulatory bodies	\$	
		25.30 Pledged as collateral - excluding collateral pledged to an FHLB	\$	
		25.31 Pledged as collateral to FHLB - including assets backing funding agreements	\$	
		25.32 Other	\$	

25.3 For category (25.26) provide the following:

1 Nature of Restriction	2 Description	3 Amount

26.1 Does the reporting entity have any hedging transactions reported on Schedule DB?

Yes [] No [X]

26.2 If yes, has a comprehensive description of the hedging program been made available to the domiciliary state? Yes [] No [] N/A [X]

If no, attach a description with this statement.

27.1 Were any preferred stocks or bonds owned as of December 31 of the current year mandatorily convertible into equity, or, at the option of the issuer, convertible into equity?

Yes [] No [X]

27.2 If yes, state the amount thereof at December 31 of the current year.

\$

28. Excluding items in Schedule E - Part 3 - Special Deposits, real estate, mortgage loans and investments held physically in the reporting entity's offices, vaults or safety deposit boxes, were all stocks, bonds and other securities, owned throughout the current year held pursuant to a custodial agreement with a qualified bank or trust company in accordance with Section 1, III - General Examination Considerations, F. Outsourcing of Critical Functions, Custodial or Safekeeping Agreements of the NAIC Financial Condition Examiners Handbook?

Yes [X] No []

28.01 For agreements that comply with the requirements of the NAIC Financial Condition Examiners Handbook, complete the following:

1 Name of Custodian(s)	2 Custodian's Address
JP Morgan Chase Bank, N.A.	New York, NY

28.02 For all agreements that do not comply with the requirements of the NAIC Financial Condition Examiners Handbook, provide the name, location and a complete explanation:

1 Name(s)	2 Location(s)	3 Complete Explanation(s)

28.03 Have there been any changes, including name changes, in the custodian(s) identified in 28.01 during the current year?

Yes [] No [X]

28.04 If yes, give full and complete information relating thereto:

1 Old Custodian	2 New Custodian	3 Date of Change	4 Reason

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

GENERAL INTERROGATORIES

28.05 Investment management – Identify all investment advisors, investment managers, broker/dealers, including individuals that have the authority to make investment decisions on behalf of the reporting entity. For assets that are managed internally by employees of the reporting entity, note as such. ["...that have access to the investment accounts"; "...handle securities"]

1 Name of Firm or Individual	2 Affiliation
Provident Investment Management, LLC	A.....
.....

28.0597 For those firms/individuals listed in the table for Question 28.05, do any firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") manage more than 10% of the reporting entity's assets?..... Yes [] No [X]

28.0598 For firms/individuals unaffiliated with the reporting entity (i.e. designated with a "U") listed in the table for Question 28.05, does the total assets under management aggregate to more than 50% of the reporting entity's assets?..... Yes [] No [X]

28.06 For those firms or individuals listed in the table for 28.05 with an affiliation code of "A" (affiliated) or "U" (unaffiliated), provide the information for the table below.

1 Central Registration Depository Number	2 Name of Firm or Individual	3 Legal Entity Identifier (LEI)	4 Registered With	5 Investment Management Agreement (IMA) Filed
108527	Provident Investment Management, LLC .....	.....	.....	0S.....
.....

29.1 Does the reporting entity have any diversified mutual funds reported in Schedule D, Part 2 (diversified according to the Securities and Exchange Commission (SEC) in the Investment Company Act of 1940 [Section 5(b)(1)])? Yes [] No [X]

29.2 If yes, complete the following schedule:

1 CUSIP #	2 Name of Mutual Fund	3 Book/Adjusted Carrying Value
29.2999 - Total		

29.3 For each mutual fund listed in the table above, complete the following schedule:

1 Name of Mutual Fund (from above table)	2 Name of Significant Holding of the Mutual Fund	3 Amount of Mutual Fund's Book/Adjusted Carrying Value Attributable to the Holding	4 Date of Valuation
.....

30. Provide the following information for all short-term and long-term bonds and all preferred stocks. Do not substitute amortized value or statement value for fair value.

	1 Statement (Admitted) Value	2 Fair Value	3 Excess of Statement over Fair Value (-), or Fair Value over Statement (+)
30.1 Bonds	56,595,226	57,010,529	415,303
30.2 Preferred stocks			
30.3 Totals	56,595,226	57,010,529	415,303

30.4 Describe the sources or methods utilized in determining the fair values:
Bonds: Sources utilized in determining fair value are Barclays Capital Pricing, Interactive Data Pricing, and TRACE.

31.1 Was the rate used to calculate fair value determined by a broker or custodian for any of the securities in Schedule D? Yes [] No [X]

31.2 If the answer to 31.1 is yes, does the reporting entity have a copy of the broker's or custodian's pricing policy (hard copy or electronic copy) for all brokers or custodians used as a pricing source? Yes [] No []

31.3 If the answer to 31.2 is no, describe the reporting entity's process for determining a reliable pricing source for purposes of disclosure of fair value for Schedule D:
.....

32.1 Have all the filing requirements of the Purposes and Procedures Manual of the NAIC Investment Analysis Office been followed? Yes [X] No []

32.2 If no, list exceptions:
.....

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

GENERAL INTERROGATORIES

33.

By self-designating 5GI securities, the reporting entity is certifying the following elements of each self-designated 5GI security:

a.

Documentation necessary to permit a full credit analysis of the security does not exist or an NAIC CRP credit rating for an FE or PL security is not available.

b.

Issuer or obligor is current on all contracted interest and principal payments.

c.

The insurer has an actual expectation of ultimate payment of all contracted interest and principal.

Has the reporting entity self-designated 5GI securities?

Yes [] No [X]

34.

By self-designating PLGI securities, the reporting entity is certifying the following elements of each self-designated PLGI security:

a.

The security was purchased prior to January 1, 2018.

b.

The reporting entity is holding capital commensurate with the NAIC Designation reported for the security.

c.

The NAIC Designation was derived from the credit rating assigned by an NAIC CRP in its legal capacity as a NRSRO which is shown on a current private letter rating held by the insurer and available for examination by state insurance regulators.

d.

The reporting entity is not permitted to share this credit rating of the PL security with the SVO.

Has the reporting entity self-designated PLGI securities?

Yes [] No [X]

OTHER

35.1

Amount of payments to trade associations, service organizations and statistical or rating bureaus, if any?

\$ 3,936

35.2

List the name of the organization and the amount paid if any such payment represented 25% or more of the total payments to trade associations, service organizations and statistical or rating bureaus during the period covered by this statement.

1 Name	2 Amount Paid

36.1

Amount of payments for legal expenses, if any?

\$ 8,495

36.2

List the name of the firm and the amount paid if any such payment represented 25% or more of the total payments for legal expenses during the period covered by this statement.

1 Name	2 Amount Paid
CMS Cameron McKenna Nabarro Olswang LLP (UK)	2,153

37.1

Amount of payments for expenditures in connection with matters before legislative bodies, officers or departments of government, if any?

\$ 124

37.2

List the name of the firm and the amount paid if any such payment represented 25% or more of the total payment expenditures in connection with matters before legislative bodies, officers or departments of government during the period covered by this statement.

1 Name	2 Amount Paid
Life Insurance Council of New York	63

20.5

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

GENERAL INTERROGATORIES

PART 2 - LIFE INTERROGATORIES

1.1

Does the reporting entity have any direct Medicare Supplement Insurance in force?

Yes [] No [X]

1.2

If yes, indicate premium earned on U.S. business only

\$

1.3

What portion of Item (1.2) is not reported on the Medicare Supplement Insurance Experience Exhibit?

\$

1.31

Reason for excluding:

1.4

Indicate amount of earned premium attributable to Canadian and/or Other Alien not included in Item (1.2) above.

\$

1.5

Indicate total incurred claims on all Medicare Supplement insurance.

\$

1.6

Individual policies:

Most current three years:

1.61

Total premium earned

\$

1.62

Total incurred claims

\$

1.63

Number of covered lives

All years prior to most current three years

1.64

Total premium earned

\$

1.65

Total incurred claims

\$

1.66

Number of covered lives

1.7

Group policies:

Most current three years:

1.71

Total premium earned

\$

1.72

Total incurred claims

\$

1.73

Number of covered lives

All years prior to most current three years

1.74

Total premium earned

\$

1.75

Total incurred claims

\$

1.76

Number of covered lives

2.

Health Test:

1

Current Year

2

Prior Year

2.1

Premium Numerator

.....

.....

2.2

Premium Denominator

4,791,895

0

2.3

Premium Ratio (2.1/2.2)

0.000

0.000

2.4

Reserve Numerator

1,027,382

.....

2.5

Reserve Denominator

1,027,382

.....

2.6

Reserve Ratio (2.4/2.5)

1.000

0.000

3.1

Does this reporting entity have Separate Accounts?

Yes [X] No []

3.2

If yes, has a Separate Accounts Statement been filed with this Department?

Yes [X] No [] N/A []

3.3

What portion of capital and surplus funds of the reporting entity covered by assets in the Separate Accounts statement, is not currently distributable from the Separate Accounts to the general account for use by the general account?

\$

3.4

State the authority under which Separate Accounts are maintained:

Maine Law

3.5

Was any of the reporting entity's Separate Accounts business reinsured as of December 31?

Yes [] No [X]

3.6

Has the reporting entity assumed by reinsurance any Separate Accounts business as of December 31?

Yes [] No [X]

3.7

If the reporting entity has assumed Separate Accounts business, how much, if any, reinsurance assumed receivable for reinsurance of Separate Accounts reserve expense allowances is included as a negative amount in the liability for "Transfers to Separate Accounts due or accrued (net)"?

\$

4.1

Are personnel or facilities of this reporting entity used by another entity or entities or are personnel or facilities of another entity or entities used by this reporting entity (except for activities such as administration of jointly underwritten group contracts and joint mortality or morbidity studies)?

Yes [X] No []

4.2

Net reimbursement of such expenses between reporting entities:

4.21

Paid

\$

2,433,302

4.22

Received

\$

5.1

Does the reporting entity write any guaranteed interest contracts?

Yes [] No [X]

5.2

If yes, what amount pertaining to these lines is included in:

5.21

Page 3, Line 1

\$

5.22

Page 4, Line 1

\$

6.

FOR STOCK REPORTING ENTITIES ONLY:

6.1

Total amount paid in by stockholders as surplus funds since organization of the reporting entity:

\$

48,800,000

7.

Total dividends paid stockholders since organization of the reporting entity:

7.11

Cash

\$

281,100,000

7.12

Stock

\$

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

GENERAL INTERROGATORIES

8.1 Does the company reinsure any Workers' Compensation Carve-Out business defined as: Yes [] No [X]
Reinsurance (including retrocessional reinsurance) assumed by life and health insurers of medical, wage loss and death
benefits of the occupational illness and accident exposures, but not the employers liability exposures, of business originally
written as workers' compensation insurance.

8.2 If yes, has the reporting entity completed the Workers' Compensation Carve-Out Supplement to the Annual Statement? Yes [] No [X]

8.3 If 8.1 is yes, the amounts of earned premiums and claims incurred in this statement are:

	1 Reinsurance Assumed	2 Reinsurance Ceded	3 Net Retained
8.31 Earned premium
8.32 Paid claims
8.33 Claim liability and reserve (beginning of year)
8.34 Claim liability and reserve (end of year)
8.35 Incurred claims

8.4 If reinsurance assumed included amounts with attachment points below \$1,000,000, the distribution of the amounts reported in Lines 8.31 and 8.34 for Column (1) are:

	Attachment Point	1 Earned Premium	2 Claim Liability and Reserve
8.41	<\$25,000	.....	.....
8.42	\$25,000 - 99,999	.....	.....
8.43	\$100,000 - 249,999	.....	.....
8.44	\$250,000 - 999,999	.....	.....
8.45	\$1,000,000 or more	.....	.....

8.5 What portion of earned premium reported in 8.31, Column 1 was assumed from pools?\$

9. For reporting entities having sold annuities to another insurer where the insurer purchasing the annuities has obtained a release of liability from the claimant (payee) as the result of the purchase of an annuity from the reporting entity only:

9.1 Amount of loss reserves established by these annuities during the current year:\$ 0

9.2 List the name and location of the insurance company purchasing the annuities and the statement value on the purchase date of the annuities.

1	2 Statement Value on Purchase Date of Annuities (i.e., Present Value)
P&C Insurance Company And Location	
.....	

10.1 Do you act as a custodian for health savings accounts? Yes [] No [X]

10.2 If yes, please provide the amount of custodial funds held as of the reporting date. \$

10.3 Do you act as an administrator for health savings accounts? Yes [] No [X]

10.4 If yes, please provide the balance of funds administered as of the reporting date. \$

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

GENERAL INTERROGATORIES

- 11.1 Are any of the captive affiliates reported on Schedule S, Part 3, authorized reinsurers? Yes [] No [] N/A [X]
- 11.2 If the answer to 11.1 is yes, please provide the following:

1 Company Name	2 NAIC Company Code	3 Domiciliary Jurisdiction	4 Reserve Credit	Assets Supporting Reserve Credit		
				5 Letters of Credit	6 Trust Agreements	7 Other
.....

12. Provide the following for individual ordinary life insurance* policies (U.S. business only) for the current year (prior to reinsurance assumed or ceded):
- 12.1 Direct Premium Written

12.2 Total Incurred Claims

12.3 Number of Covered Lives
- \$

\$0

.....

*Ordinary Life Insurance Includes
Term (whether full underwriting,limited underwriting,jet issue,"short form app")
Whole Life (whether full underwriting,limited underwriting,jet issue,"short form app")
Variable Life (with or without secondary gurantee)
Universal Life (with or without secondary gurantee)
Variable Universal Life (with or without secondary gurantee)

13. Is the reporting entity licensed or chartered, registered, qualified, eligible or writing business in at least two states? Yes [X] No []
- 13.1 If no, does the reporting entity assume reinsurance business that covers risks residing in at least one state other than the state of domicile of the reporting entity? Yes [] No []

FIVE-YEAR HISTORICAL DATA

Show amounts in whole dollars only, no cents; show percentages to one decimal place, i.e. 17.6.
\$000 omitted for amounts of life insurance

	1 2018	2 2017	3 2016	4 2015	5 2014
Life Insurance in Force (Exhibit of Life Insurance)					
1. Ordinary - whole life and endowment (Line 34, Col. 4)	182,424	190,917	203,508	216,386	229,704
2. Ordinary - term (Line 21, Col. 4, less Line 34, Col. 4)	38,826	42,502	46,861	52,585	59,607
3. Credit life (Line 21, Col. 6)					
4. Group, excluding FEGLI/SGLI (Line 21, Col. 9 less Lines 43 & 44, Col. 4)					
5. Industrial (Line 21, Col. 2)					
6. FEGLI/SGLI (Lines 43 & 44, Col. 4)					
7. Total (Line 21, Col. 10)	221,250	233,419	250,368	268,971	289,311
7.1 Total in force for which VM-20 deterministic/stochastic reserves are calculated			XXX	XXX	XXX
New Business Issued (Exhibit of Life Insurance)					
8. Ordinary - whole life and endowment (Line 34, Col. 2)					
9. Ordinary - term (Line 2, Col. 4, less Line 34, Col. 2)					
10. Credit life (Line 2, Col. 6)					
11. Group (Line 2, Col. 9)					
12. Industrial (Line 2, Col. 2)					
13. Total (Line 2, Col. 10)					
Premium Income - Lines of Business (Exhibit 1 - Part 1)					
14. Industrial life (Line 20.4, Col. 2)					
15.1 Ordinary-life insurance (Line 20.4, Col. 3)					
15.2 Ordinary-individual annuities (Line 20.4, Col. 4)					
16. Credit life (group and individual) (Line 20.4, Col. 5)					
17.1 Group life insurance (Line 20.4, Col. 6)					
17.2 Group annuities (Line 20.4, Col. 7)					
18.1 A & H-group (Line 20.4, Col. 8)	4,791,895				
18.2 A & H-credit (group and individual) (Line 20.4, Col. 9)					
18.3 A & H-other (Line 20.4, Col. 10)					
19. Aggregate of all other lines of business (Line 20.4, Col. 11)					
20. Total	4,791,895				
Balance Sheet (Pages 2 & 3)					
21. Total admitted assets excluding Separate Accounts business (Page 2, Line 26, Col. 3)	60,898,479	57,522,094	57,381,218	54,719,946	53,659,453
22. Total liabilities excluding Separate Accounts business (Page 3, Line 26)	13,981,721	11,429,532	12,382,470	11,028,903	12,025,417
23. Aggregate life reserves (Page 3, Line 1)					
23.1 Excess VM-20 deterministic/stochastic reserve over NPR related to Line 7.1			XXX	XXX	XXX
24. Aggregate A & H reserves (Page 3, Line 2)					
25. Deposit-type contract funds (Page 3, Line 3)	5,286,495	5,971,554	5,841,230	5,715,704	5,609,404
26. Asset valuation reserve (Page 3, Line 24.01)	500,965	509,924	468,900	435,616	511,409
27. Capital (Page 3, Lines 29 and 30)	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
28. Surplus (Page 3, Line 37)	44,416,759	43,592,562	42,498,748	41,191,042	39,134,036
Cash Flow (Page 5)					
29. Net Cash from Operations (Line 11)	1,615,426	1,448,595	1,456,023	1,575,259	1,491,211
Risk-Based Capital Analysis					
30. Total adjusted capital	47,417,724	46,602,486	45,467,648	44,126,658	42,145,445
31. Authorized control level risk - based capital	2,209,386	1,953,039	1,965,569	1,893,767	2,001,177
Percentage Distribution of Cash, Cash Equivalents and Invested Assets (Page 2, Col. 3) (Line No. /Page 2, Line 12, Col. 3) x 100.0					
32. Bonds (Line 1)	97.4	94.1	91.8	75.8	94.6
33. Stocks (Lines 2.1 and 2.2)					
34. Mortgage loans on real estate(Lines 3.1 and 3.2)					
35. Real estate (Lines 4.1, 4.2 and 4.3)					
36. Cash, cash equivalents and short-term investments (Line 5)	0.2	3.4	5.6	21.5	2.7
37. Contract loans (Line 6)					
38. Derivatives (Page 2, Line 7)					
39. Other invested assets (Line 8)	2.4	2.5	2.6	2.7	2.7
40. Receivables for securities (Line 9)					
41. Securities lending reinvested collateral assets (Line 10)					
42. Aggregate write-ins for invested assets (Line 11)					
43. Cash, cash equivalents and invested assets (Line 12)	100.0	100.0	100.0	100.0	100.0

FIVE-YEAR HISTORICAL DATA

(Continued)

	1 2018	2 2017	3 2016	4 2015	5 2014
Investments in Parent, Subsidiaries and Affiliates					
44. Affiliated bonds (Schedule D Summary, Line 12, Col. 1)					
45. Affiliated preferred stocks (Schedule D Summary, Line 18, Col. 1)					
46. Affiliated common stocks (Schedule D Summary Line 24, Col. 1),					
47. Affiliated short-term investments (subtotal included in Schedule DA Verification, Col. 5, Line 10)					
48. Affiliated mortgage loans on real estate					
49. All other affiliated					
50. Total of above Lines 44 to 49					
51. Total Investment in Parent included in Lines 44 to 49 above					
Total Nonadmitted and Admitted Assets					
52. Total nonadmitted assets (Page 2, Line 28, Col. 2)	230,470	158,478	293,597	285,599	209,753
53. Total admitted assets (Page 2, Line 28, Col. 3)	62,799,760	60,003,999	59,484,460	56,997,837	56,158,883
Investment Data					
54. Net investment income (Exhibit of Net Investment Income)	2,130,235	2,114,668	2,121,937	2,792,168	2,607,140
55. Realized capital gains (losses) (Page 4, Line 34, Column 1)	4,682	(12,231)	(22,317)	(33,566)	(8,509)
56. Unrealized capital gains (losses) (Page 4, Line 38, Column 1)	(2,549)	4,278	(8,959)	7,247	(4,007)
57. Total of above Lines 54, 55 and 56	2,132,369	2,106,715	2,090,661	2,765,849	2,594,625
Benefits and Reserve Increases (Page 6)					
58. Total contract benefits - life (Lines 10, 11, 12, 13, 14 and 15 Col. 1, minus Lines 10, 11,12, 13, 14 and 15 Cols. 9, 10 and 11)					
59. Total contract benefits - A & H (Lines 13 & 14, Cols. 9, 10 & 11)	2,395,807				
60. Increase in life reserves - other than group and annuities (Line 19, Cols. 2 and 3)					
61. Increase in A & H reserves (Line 19, Cols. 9, 10 & 11)					
62. Dividends to policyholders (Line 30, Col. 1)					
Operating Percentages					
63. Insurance expense percent (Page 6, Col. 1, Lines 21, 22 & 23, less Line 6)/(Page 6, Col. 1, Line 1 plus Exhibit 7, Col. 2, Line 2) x 100.0	57.3				
64. Lapse percent (ordinary only) [(Exhibit of Life Insurance, Col. 4, Lines 14 & 15) / 1/2 (Exhibit of Life Insurance, Col. 4, Lines 1 & 21)] x 100.0	3.4	5.0	4.7	5.2	6.1
65. A & H loss percent (Schedule H, Part 1, Lines 5 and 6, Col. 2)	50.0				
66. A & H cost containment percent (Schedule H, Pt. 1, Line 4, Col. 2)					
67. A & H expense percent excluding cost containment expenses (Schedule H, Pt. 1, Line 10, Col. 2)	69.1				
A & H Claim Reserve Adequacy					
68. Incurred losses on prior years' claims - group health (Schedule H, Part 3, Line 3.1 Col. 2)					
69. Prior years' claim liability and reserve - group health (Schedule H, Part 3, Line 3.2 Col. 2)					
70. Incurred losses on prior years' claims-health other than group (Schedule H, Part 3, Line 3.1 Col. 1 less Col. 2)					
71. Prior years' claim liability and reserve-health other than group (Schedule H, Part 3, Line 3.2 Col. 1 less Col. 2)					
Net Gains From Operations After Federal Income Taxes by Lines of Business (Page 6, Line 33)					
72. Industrial life (Col. 2)					
73. Ordinary - life (Col. 3)	336,823	397,835	396,591	687,427	392,661
74. Ordinary - individual annuities (Col. 4)	215,153	300,111	282,891	400,105	438,635
75. Ordinary-supplementary contracts (Col. 5)	3,919	3,149	3,256	3,966	7,251
76. Credit life (Col. 6)					
77. Group life (Col. 7)					
78. Group annuities (Col. 8)	1,370,467	1,166,842	1,185,727	1,471,623	1,464,888
79. A & H-group (Col. 9)	(714,422)				
80. A & H-credit (Col. 10)					
81. A & H-other (Col. 11)					
82. Aggregate of all other lines of business (Col. 12)					
83. Total (Col. 1)	1,211,940	1,867,938	1,868,465	2,563,121	2,303,435

NOTE: If a party to a merger, have the two most recent years of this exhibit been restated due to a merger in compliance with the disclosure requirements of SSAP No. 3, Accounting Changes and Correction of Errors? Yes [] No []

If no, please explain:

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT OF LIFE INSURANCE

(\$000 Omitted for Amounts of Life Insurance)

	Industrial		Ordinary		Credit Life (Group and Individual)		Group			10
	1	2	3	4	5	6	Number of		9	Total Amount of Insurance
	Number of Policies	Amount of Insurance	Number of Policies	Amount of Insurance	Number of Individual Policies and Group Certificates	Amount of Insurance	7 Policies	8 Certificates	Amount of Insurance	
1. In force end of prior year			3,119	233,419						233,419
2. Issued during year										
3. Reinsurance assumed										
4. Revived during year										
5. Increased during year (net)				72						72
6. Subtotals, Lines 2 to 5				72						72
7. Additions by dividends during year	XXX		XXX		XXX		XXX	XXX		
8. Aggregate write-ins for increases										
9. Totals (Lines 1 and 6 to 8)			3,119	233,491						233,491
Deductions during year:										
10. Death			33	2,091			XXX			2,091
11. Maturity							XXX			
12. Disability							XXX			
13. Expiry			28	2,351						2,351
14. Surrender			85	7,008						7,008
15. Lapse			7	792						792
16. Conversion							XXX	XXX	XXX	
17. Decreased (net)										
18. Reinsurance										
19. Aggregate write-ins for decreases										
20. Totals (Lines 10 to 19)			153	12,241						12,241
21. In force end of year (Line 9 minus Line 20)			2,966	221,250						221,250
22. Reinsurance ceded end of year	XXX		XXX	221,250	XXX		XXX	XXX		221,250
23. Line 21 minus Line 22	XXX		XXX		XXX	(a)	XXX	XXX		
DETAILS OF WRITE-INS										
0801.										
0802.										
0803.										
0898. Summary of remaining write-ins for Line 8 from overflow page.										
0899. TOTALS (Lines 0801 thru 0803 plus 0898) (Line 8 above)										
1901.										
1902.										
1903.										
1998. Summary of remaining write-ins for Line 19 from overflow page.										
1999. TOTALS (Lines 1901 thru 1903 plus 1998) (Line 19 above)										

(a) Group \$; Individual \$

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT OF LIFE INSURANCE

(\$000 Omitted for Amounts of Life Insurance) (Continued)
ADDITIONAL INFORMATION ON INSURANCE IN FORCE END OF YEAR

	Industrial		Ordinary	
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance
24. Additions by dividends	XXX		XXX	
25. Other paid-up insurance			159	5,723
26. Debit ordinary insurance	XXX	XXX		

ADDITIONAL INFORMATION ON ORDINARY INSURANCE

Term Insurance Excluding Extended Term Insurance	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance
27. Term policies - decreasing				
28. Term policies - other			108	13,101
29. Other term insurance - decreasing	XXX		XXX	
30. Other term insurance	XXX		XXX	11,923
31. Totals (Lines 27 to 30)			108	25,024
Reconciliation to Lines 2 and 21:				
32. Term additions	XXX		XXX	
33. Totals, extended term insurance	XXX	XXX	238	13,803
34. Totals, whole life and endowment			2,620	182,424
35. Totals (Lines 31 to 34)			2,966	221,250

CLASSIFICATION OF AMOUNT OF INSURANCE BY PARTICIPATING STATUS

	Issued During Year (Included in Line 2)		In Force End of Year (Included in Line 21)	
	1 Non-Participating	2 Participating	3 Non-Participating	4 Participating
36. Industrial				
37. Ordinary			221,250	
38. Credit Life (Group and Individual)				
39. Group				
40. Totals (Lines 36 to 39)			221,250	

ADDITIONAL INFORMATION ON CREDIT LIFE AND GROUP INSURANCE

	Credit Life		Group	
	1 Number of Individual Policies and Group Certificates	2 Amount of Insurance	3 Number of Certificates	4 Amount of Insurance
41. Amount of insurance included in Line 2 ceded to other companies	XXX		XXX	
42. Number in force end of year if the number under shared groups is counted on a pro-rata basis		XXX		XXX
43. Federal Employees' Group Life Insurance included in Line 21				
44. Servicemen's Group Life Insurance included in Line 21				
45. Group Permanent Insurance included in Line 21				

ADDITIONAL ACCIDENTAL DEATH BENEFITS

46. Amount of additional accidental death benefits in force end of year under ordinary policies	1,050
---	-------

BASIS OF CALCULATION OF ORDINARY TERM INSURANCE

47. State basis of calculation of (47.1) decreasing term insurance contained in Family Income, Mortgage Protection, etc., policies and riders and of (47.2) term insurance on wife and children under Family, Parent and Children, etc., policies and riders included above.
47.1 Not applicable
47.2 Stated face amount

POLICIES WITH DISABILITY PROVISIONS

Disability Provisions	Industrial		Ordinary		Credit		Group	
	1 Number of Policies	2 Amount of Insurance	3 Number of Policies	4 Amount of Insurance	5 Number of Policies	6 Amount of Insurance	7 Number of Certi- ficates	8 Amount of Ins urance
48. Waiver of Premium			722	52,213				
49. Disability Income								
50. Extended Benefits			XXX	XXX				
51. Other								
52. Total		(a)	722	(a) 52,213		(a)		(a)

(a) See the Annual Audited Financial Reports section of the annual statement instructions

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

EXHIBIT OF NUMBER OF POLICIES, CONTRACTS, CERTIFICATES, INCOME PAYABLE AND ACCOUNT VALUES IN FORCE FOR SUPPLEMENTARY CONTRACTS, ANNUITIES, ACCIDENT & HEALTH AND OTHER POLICIES

SUPPLEMENTARY CONTRACTS				
	Ordinary		Group	
	1 Involving Life Contingencies	2 Not Involving Life Contingencies	3 Involving Life Contingencies	4 Not Involving Life Contingencies
1. In force end of prior year		1		
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Total (Lines 1 to 4)		1		
Deductions during year:				
6. Decreased (net)				
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)				
9. In force end of year		1		
10. Amount on deposit		(a) 11,336		(a)
11. Income now payable				
12. Amount of income payable	(a)	(a)	(a)	(a)

ANNUITIES				
	Ordinary		Group	
	1 Immediate	2 Deferred	3 Contracts	4 Certificates
1. In force end of prior year				
2. Issued during year				
3. Reinsurance assumed				
4. Increased during year (net)				
5. Totals (Lines 1 to 4)				
Deductions during year:				
6. Decreased (net)				
7. Reinsurance ceded				
8. Totals (Lines 6 and 7)				
9. In force end of year				
Income now payable:				
10. Amount of income payable		XXX	XXX	(a)
Deferred fully paid:				
11. Account balance	XXX	(a)	XXX	(a)
Deferred not fully paid:				
12. Account balance	XXX	(a)	XXX	(a)

ACCIDENT AND HEALTH INSURANCE						
	Group		Credit		Other	
	1 Certificates	2 Premiums in Force	3 Policies	4 Premiums in Force	5 Policies	6 Premiums in Force
1. In force end of prior year						
2. Issued during year	42,923	5,986,130				
3. Reinsurance assumed						
4. Increased during year (net)		XXX		XXX		XXX
5. Totals (Lines 1 to 4)	42,923	XXX		XXX		XXX
Deductions during year:						
6. Conversions		XXX	XXX	XXX	XXX	XXX
7. Decreased (net)		XXX		XXX		XXX
8. Reinsurance ceded		XXX		XXX		XXX
9. Totals (Lines 6 to 8)		XXX		XXX		XXX
10. In force end of year	42,923	(a) 5,986,136		(a)		(a)

DEPOSIT FUNDS AND DIVIDEND ACCUMULATIONS		
	1 Deposit Funds Contracts	2 Dividend Accumulations Contracts
1. In force end of prior year	492	
2. Issued during year		
3. Reinsurance assumed		
4. Increased during year (net)		
5. Totals (Lines 1 to 4)	492	
Deductions During Year:		
6. Decreased (net)	28	
7. Reinsurance ceded		
8. Totals (Lines 6 and 7)	28	
9. In force end of year	464	
10. Amount of account balance	(a) 5,275,159	(a)

(a) See the Annual Audited Financial Reports section of the annual statement instructions.

ANNUAL STATEMENT FOR THE YEAR 2018 OF THE UNUM INSURANCE COMPANY

SCHEDULE T - PREMIUMS AND ANNUITY CONSIDERATIONS (b)

Allocated by States and Territories

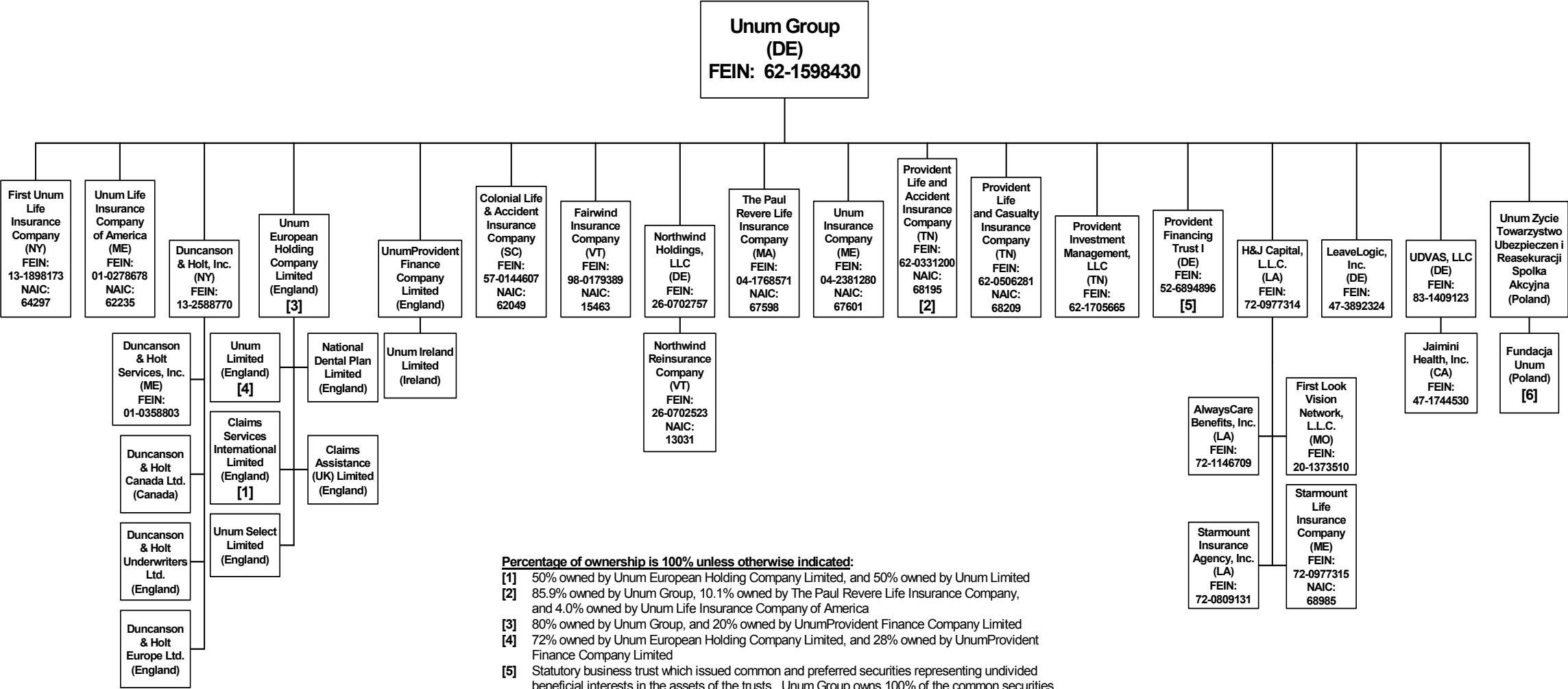
States, Etc.			1	Life Contracts		Direct Business Only			
				2	3	4	5	6	7
Active Status (a)			Life Insurance Premiums	Annuity Considerations	Accident and Health Insurance Premiums, Including Policy, Membership and Other Fees	Other Considerations	Total Columns 2 through 5	Deposit-Type Contracts	
1.	Alabama	AL	L	30,116		211,451		241,566	
2.	Alaska	AK	L						
3.	Arizona	AZ	L	14,374		53,302		67,676	
4.	Arkansas	AR	L	22,047		145,366		167,414	
5.	California	CA	L	143,215		12,672		155,887	5,244,628
6.	Colorado	CO	L	2,325		214,726		217,051	6,405
7.	Connecticut	CT	L	64,733				64,733	196,060
8.	Delaware	DE	L	1,420				1,420	
9.	District of Columbia	DC	L	230				230	
10.	Florida	FL	L	130,501		56,735		187,236	1,162
11.	Georgia	GA	L	15,110		880,013		895,123	
12.	Hawaii	HI	L	1,164				1,164	
13.	Idaho	ID	L	1,396		57,794		59,190	
14.	Illinois	IL	L	32,112		262,336		294,447	
15.	Indiana	IN	L	25,497				25,497	6,550
16.	Iowa	IA	L	46,714				46,714	
17.	Kansas	KS	L	10,583				10,583	
18.	Kentucky	KY	L	49,065				49,065	
19.	Louisiana	LA	L	48,249		85,682		133,931	6,405
20.	Maine	ME	L	122,373				122,373	35,493
21.	Maryland	MD	L	37,843				37,843	5,775
22.	Massachusetts	MA	L	133,244		46,671		179,915	17,038
23.	Michigan	MI	L	3,177		60,605		63,782	
24.	Minnesota	MN	L	11,160		140,579		151,738	
25.	Mississippi	MS	L	83,031		990		84,021	26,654
26.	Missouri	MO	L	54,635		39,329		93,965	
27.	Montana	MT	L	850		1,796		2,646	
28.	Nebraska	NE	L	1,269				1,269	
29.	Nevada	NV	L	57,222				57,222	1,788
30.	New Hampshire	NH	L	28,416				28,416	
31.	New Jersey	NJ	L	160,328				160,328	7,161
32.	New Mexico	NM	L	988				988	
33.	New York	NY	N	32,684				32,684	21,115
34.	North Carolina	NC	L	141,678		684,000		825,678	12,895
35.	North Dakota	ND	L	1,185				1,185	
36.	Ohio	OH	L	295,583				295,583	43,539
37.	Oklahoma	OK	L	21,697				21,697	676
38.	Oregon	OR	L	629				629	
39.	Pennsylvania	PA	L	42,191		33,326		75,516	261,144
40.	Rhode Island	RI	L	13,654				13,654	2,080
41.	South Carolina	SC	L	16,767		888		17,655	
42.	South Dakota	SD	L	584		126,651		127,235	
43.	Tennessee	TN	L	93,286		3,082		96,368	28,738
44.	Texas	TX	L	36,906		867,835		904,742	96,138
45.	Utah	UT	L	3,786		82,046		85,832	
46.	Vermont	VT	L	46,940				46,940	
47.	Virginia	VA	L	66,560				66,560	
48.	Washington	WA	L	11,011				11,011	
49.	West Virginia	WV	L	17,475				17,475	
50.	Wisconsin	WI	L	3,612		19,558		23,170	
51.	Wyoming	WY	L						
52.	American Samoa	AS	N						
53.	Guam	GU	N						
54.	Puerto Rico	PR	N						
55.	U.S. Virgin Islands	VI	N						
56.	Northern Mariana Islands	MP	N						
57.	Canada	CAN	N						
58.	Aggregate Other Alien	OT	XXX	40				40	
59.	Subtotal	XXX		2,179,654		4,087,433		6,267,087	6,021,444
90.	Reporting entity contributions for employee benefits plans	XXX							
91.	Dividends or refunds applied to purchase paid-up additions and annuities.....	XXX							
92.	Dividends or refunds applied to shorten endowment or premium paying period	XXX							
93.	Premium or annuity considerations waived under disability or other contract provisions.....	XXX		178,295				178,295	
94.	Aggregate or other amounts not allocable by State.....	XXX							
95.	Totals (Direct Business).....	XXX		2,357,950		4,087,433		6,445,382	6,021,444
96.	Plus reinsurance assumed.....	XXX							
97.	Totals (All Business).....	XXX		2,357,950		4,087,433		6,445,382	6,021,444
98.	Less reinsurance ceded.....	XXX		2,357,950				2,357,950	6,010,201
99.	Totals (All Business) less Reinsurance Ceded	XXX				(c) 4,087,433		4,087,433	11,243
DETAILS OF WRITE-INS									
58001.	MUS MAURITIUS	XXX		40				40	
58002.	.....	XXX							
58003.	.....	XXX							
58998.	Summary of remaining write-ins for Line 58 from overflow page	XXX							
58999.	Totals (Lines 58001 through 58003 plus 58998)(Line 58 above)	XXX		40				40	
9401.	.....	XXX							
9402.	.....	XXX							
9403.	.....	XXX							
9498.	Summary of remaining write-ins for Line 94 from overflow page	XXX							
9499.	Totals (Lines 9401 through 9403 plus 9498)(Line 94 above)	XXX							

(a) Active Status Counts:
L - Licensed or Chartered - Licensed insurance carrier or domiciled RRG50 R - Registered - Non-domiciled RRGs.....
E - Eligible - Reporting entities eligible or approved to write surplus lines in the state..... Q - Qualified - Qualified or accredited reinsurer.....
N - None of the above - Not allowed to write business in the state.....7

(b) Explanation of basis of allocation by states, etc., of premiums and annuity considerations
Individual premiums are allocated according to the policyholder's state of residence based on the mailing address used for billing. Deposit-type funds are allocated based on the account holder's state of residence.

(c) Column 4 should balance with Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10, or with Schedule H, Part 1, Line 1, indicate which: Exhibit 1, Lines 6.4, 10.4, and 16.4, Cols. 8, 9, 10.

SCHEDULE Y - INFORMATION CONCERNING ACTIVITIES OF INSURER MEMBERS OF A HOLDING COMPANY GROUP
PART 1 - ORGANIZATIONAL CHART



ALPHABETICAL INDEX

ANNUAL STATEMENT BLANK

Analysis of Increase in Reserves During The Year	7
Analysis of Operations By Lines of Business	6
Asset Valuation Reserve Default Component	30
Asset Valuation Reserve Equity	32
Asset Valuation Reserve Replications (Synthetic) Assets	35
Asset Valuation Reserve	29
Assets	2
Cash Flow	5
Exhibit 1 - Part 1 - Premiums and Annuity Considerations for Life and Accident and Health Contracts	9
Exhibit 1 - Part 2 - Dividends and Coupons Applied, Reinsurance Commissions and Expense	10
Exhibit 2 - General Expenses	11
Exhibit 3 - Taxes, Licenses and Fees (Excluding Federal Income Taxes)	11
Exhibit 4 - Dividends or Refunds	11
Exhibit 5 - Aggregate Reserve for Life Contracts	12
Exhibit 5 - Interrogatories	13
Exhibit 5A - Changes in Bases of Valuation During The Year	13
Exhibit 6 - Aggregate Reserves for Accident and Health Contracts	14
Exhibit 7 - Deposit-Type Contracts	15
Exhibit 8 - Claims for Life and Accident and Health Contracts - Part 1	16
Exhibit 8 - Claims for Life and Accident and Health Contracts - Part 2	17
Exhibit of Capital Gains (Losses)	8
Exhibit of Life Insurance	25
Exhibit of Net Investment Income	8
Exhibit of Nonadmitted Assets	18
Exhibit of Number of Policies, Contracts, Certificates, Income Payable and Account Values	27
Five-Year Historical Data	22
Form for Calculating the Interest Maintenance Reserve (IMR)	28
General Interrogatories	20
Jurat Page	1
Liabilities, Surplus and Other Funds	3
Life Insurance (State Page)	24
Notes To Financial Statements	19
Overflow Page For Write-ins	55
Schedule A - Part 1	E01
Schedule A - Part 2	E02
Schedule A - Part 3	E03
Schedule A - Verification Between Years	SI02
Schedule B - Part 1	E04
Schedule B - Part 2	E05
Schedule B - Part 3	E06
Schedule B - Verification Between Years	SI02
Schedule BA - Part 1	E07
Schedule BA - Part 2	E08
Schedule BA - Part 3	E09
Schedule BA - Verification Between Years	SI03
Schedule D - Part 1	E10
Schedule D - Part 1A - Section 1	SI05
Schedule D - Part 1A - Section 2	SI08
Schedule D - Part 2 - Section 1	E11
Schedule D - Part 2 - Section 2	E12
Schedule D - Part 3	E13
Schedule D - Part 4	E14
Schedule D - Part 5	E15
Schedule D - Part 6 - Section 1	E16
Schedule D - Part 6 - Section 2	E16
Schedule D - Summary By Country	SI04
Schedule D - Verification Between Years	SI03
Schedule DA - Part 1	E17
Schedule DA - Verification Between Years	SI10

ANNUAL STATEMENT BLANK (Continued)

Schedule DB - Part A - Section 1	E18
Schedule DB - Part A - Section 2	E19
Schedule DB - Part A - Verification Between Years	SI11
Schedule DB - Part B - Section 1	E20
Schedule DB - Part B - Section 2	E21
Schedule DB - Part B - Verification Between Years	SI11
Schedule DB - Part C - Section 1	SI12
Schedule DB - Part C - Section 2	SI13
Schedule DB - Part D - Section 1.....	E22
Schedule DB - Part D - Section 2.....	E23
Schedule DB - Verification	SI14
Schedule DL - Part 1	E24
Schedule DL - Part 2	E25
Schedule E - Part 1 - Cash	E26
Schedule E - Part 2 - Cash Equivalents	E27
Schedule E - Part 2 - Verification Between Years	SI15
Schedule E - Part 3 - Special Deposits	E28
Schedule F	36
Schedule H - Accident and Health Exhibit - Part 1	37
Schedule H - Part 2, Part 3 and Part 4	38
Schedule H - Part 5 - Health Claims	39
Schedule S - Part 1 - Section 1	40
Schedule S - Part 1 - Section 2	41
Schedule S - Part 2	42
Schedule S - Part 3 - Section 1	43
Schedule S - Part 3 - Section 2	44
Schedule S - Part 4	45
Schedule S - Part 5	46
Schedule S - Part 6.....	47
Schedule S - Part 7.....	48
Schedule T - Part 2 Interstate Compact	50
Schedule T - Premiums and Annuity Considerations	49
Schedule Y - Information Concerning Activities of Insurer Members of a Holding Company Group	51
Schedule Y - Part 1A - Detail of Insurance Holding Company System	52
Schedule Y - Part 2 - Summary of Insurer's Transactions With Any Affiliates	53
Summary Investment Schedule	SI01
Summary of Operations	4
Supplemental Exhibits and Schedules Interrogatories	54